

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Purchased gas adjustment (PGA) true-up. | DOCKET NO. 070003-GU
ORDER NO. PSC-07-0934-FOF-GU
ISSUED: November 26, 2007

The following Commissioners participated in the disposition of this matter:

LISA POLAK EDGAR, Chairman
MATTHEW M. CARTER II
KATRINA J. McMURRIAN
NANCY ARGENZIANO
NATHAN A. SKOP

APPEARANCES:

BETH KEATING, ESQUIRE, Akerman Senterfitt Law Firm, 106 East College Avenue, Suite 1200, Tallahassee, Florida 32301
On behalf of Florida City Gas (FCG).

NORMAN H. HORTON, JR., ESQUIRE, Messer, Caparello & Self, P.A., Post Office Box 15579, Tallahassee, Florida 32317
On behalf of Florida Public Utilities Company (FPUC).

PATRICIA A. CHRISTENSEN, ESQUIRE, Associate Public Counsel, JOSEPH A. MCGLOTHLIN, ESQUIRE, Associate Public Counsel, STEVEN C. BURGESS, Associate Public Counsel, and CHARLES J. BECK, ESQUIRE, Deputy Public Counsel, Office of Public Counsel, c/o The Florida Legislature, 111 West Madison Street, Room 812, Tallahassee, Florida 32399-1400
On behalf of the Citizens of the State of Florida (OPC).

KATHERINE E. FLEMING, ESQUIRE, Florida Public Service Commission, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850
On behalf of the Florida Public Service Commission (Staff).

DOCUMENT NUMBER-DATE

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FPSC-COMMISSION CLERK

FINAL ORDER APPROVING PURCHASED GAS ADJUSTMENT TRUE-UP AMOUNTS
AND ESTABLISHING PURCHASED GAS COST RECOVERY FACTORS TO BE
APPLIED DURING THE PERIOD JANUARY 2008 THROUGH DECEMBER 2008

BY THE COMMISSION:

As part of the Commission's continuing purchased gas adjustment true-up proceedings, an administrative hearing was held November 6, 2007, in this docket. Florida City Gas, Florida Public Utilities Company, Peoples Gas System, and St. Joe Natural Gas Company submitted testimony and exhibits in support of their proposed final and estimated true-up amounts and their proposed purchased gas recovery factors. The Office of Public Counsel ("OPC") also participated in this proceeding. Prior to hearing, the parties reached agreement concerning all issues identified for resolution at hearing. These issues were presented to us as a stipulation. We have jurisdiction over the subject matter by the provisions of Chapter 366, Florida Statutes, including Sections 366.04, 366.05, and 366.06, Florida Statutes.

The parties stipulated to the final and estimated true-up amounts and purchased gas cost recovery factors appropriate for each utility. We accept and approve the stipulations as reasonable and supported by competent, substantial evidence of record as set forth below.

We find that the appropriate final purchased gas adjustment true-up amounts for the period January 2006 through December 2006 are as follows:

Florida City Gas	\$1,530,916	Overrecovery
Florida Public Utilities Company	\$1,241,836	Overrecovery
Peoples Gas System	\$1,456,054	Underrecovery
St. Joe Natural Gas Company	\$10,212	Overrecovery

We find that the estimated purchased gas adjustment true-up amounts for the period January 2007 through December 2007 are as follows:

Florida City Gas	\$1,031,912	Underrecovery
Florida Public Utilities Company	\$2,475,583	Overrecovery
Peoples Gas System	\$7,251,014	Overrecovery
St. Joe Natural Gas Company	\$121,465	Overrecovery

We find that the total purchased gas adjustment true-up amounts to be collected during the period January 2008 through December 2008 are as follows:

Florida City Gas	\$499,004	Overrecovery
Florida Public Utilities Company	\$3,717,419	Overrecovery
Peoples Gas System	\$5,794,960	Overrecovery
St. Joe Natural Gas Company	\$131,677	Overrecovery

We find that the appropriate levelized purchased gas cost recovery (cap) factors for the period January 2008 through December 2008 are as follows:

Florida City Gas	114.875 cents per therm
Florida Public Utilities Company	150.001 cents per therm
Peoples Gas System	131.810 cents per therm
St. Joe Natural Gas Company	97.200 cents per therm

We find that these factors shall be effective for all meter readings on or after January 1, 2008, beginning with the first or applicable billing cycle, for the period January 2008 through December 2008.

Company Specific Purchased Gas Adjustment Issues

Florida City Gas

We find that the costs for the new Bay Gas Storage are appropriate for recovery. Recovery of these costs is consistent with Commission precedent. With the inception of Bay Gas storage service in 2008, the existing Hattiesburg storage costs will no longer be allocated to FCG customers.

Based on the foregoing, it is

ORDERED by the Florida Public Service Commission that the stipulations, findings, and rulings set forth in the body of this Order are hereby approved. It is further

ORDERED that each utility that was a party to this docket shall abide by the stipulations, findings, and rulings herein which are applicable to it. It is further

ORDERED that the utilities named herein are authorized to collect the purchased gas adjustment amounts and utilize the factors approved herein effective with all meter readings on or after January 1, 2008, beginning with the first or applicable billing cycle for the period January 2008 through December 2008.

By ORDER of the Florida Public Service Commission this 26th day of November, 2007.



ANN COLE
Commission Clerk

(S E A L)

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NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.569(1), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

Any party adversely affected by the Commission's final action in this matter may request: 1) reconsideration of the decision by filing a motion for reconsideration with the Office of Commission Clerk, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850, within fifteen (15) days of the issuance of this order in the form prescribed by Rule 25-22.060, Florida Administrative Code; or 2) judicial review by the Florida Supreme Court in the case of an electric, gas or telephone utility or the First District Court of Appeal in the case of a water and/or wastewater utility by filing a notice of appeal with the Office of Commission Clerk, and filing a copy of the notice of appeal and the filing fee with the appropriate court. This filing must be completed within thirty (30) days after the issuance of this order, pursuant to Rule 9.110, Florida Rules of Appellate Procedure. The notice of appeal must be in the form specified in Rule 9.900(a), Florida Rules of Appellate Procedure.