BEFORE THE 1 FLORIDA PUBLIC SERVICE COMMISSION 2 DOCKET NO. 010004-GU 3 In the Matter of 4 NATURAL GAS CONSERVATION 5 COST RECOVERY. 6 ELECTRONIC VERSIONS OF THIS TRANSCRIPT ARE 7 A CONVENIENCE COPY ONLY AND ARE NOT THE OFFICIAL TRANSCRIPT OF THE HEARING 8 THE .PDF VERSION INCLUDES PREFILED TEST 9 10 PROCEEDINGS: PREHEARING CONFERENCE 11 COMMISSIONER LILA A. JABER 12 **BEFORE:** Prehearing Officer 13 Thursday, November 8, 2001 14 DATE: 15 Commenced at 9:30 a.m. TIME: Concluded at 1:35 p.m. 16 17 Betty Easley Conference Center Room 148 PLACE: 18 4075 Esplanade Way Tallahassee, Florida 19 20 JANE FAUROT, RPR REPORTED BY: Chief, Office of Hearing Reporter Services FPSC Division of Commission Clerk and 21 Administrative Services 22 (850) 413-6732 23 24

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2	RICHARD D. MELSON, Hopping Green Sams and			
3	Smith, Post Office Box 6526, Tallahassee, Florida			
4	32314, appearing on behalf of City Gas Corporation			
5	WAYNE L. SCHIEFELBEIN, P. O. Box 15756,			
6	TAllahassee, Florida 32317-5856, appearing on behalt			
7	of Chesapeake Utilities Corporation.			
8	ANSLEY WATSON, JR., Macfarlane, Ferguson			
9	and McMullen, P.O. Box 1531, Tampa, Florida 33601,			
10	appearing on behalf of Peoples Gas System.			
11	NORMAN H. HORTON, JR., Messer, Caparello &			
12	Smith, 215 South Monroe Street, Tallahassee, Florida			
13	32301, appearing on behalf of Florida Public			
14	Utilities Company.			
15	MARLENE K. STERN, Florida Public Service			
16	Commission, Division of Legal Services, 2540 Shumard			
17	Oak Boulevard, Tallahassee, Florida 32399-0870,			
18	appearing on behalf of the Commission Staff.			
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1 PROCEEDINGS 2 COMMISSIONER JABER: Staff, this is Docket 04? 3 MS. STERN: Yes. it is. COMMISSIONER JABER: Let's take appearances. 4 5 Mr. Melson. 6 MR. MELSON: Richard Melson of the law firm Hopping, 7 Green, and Sams on behalf of City Gas Company of Florida. 8 MR. SCHIEFELBEIN: Wayne Schiefelbein appearing on 9 behalf of the Florida Division of Chesapeake Utilities 10 Corporation. 11 MR. HORTON: Norman H. Horton, Jr., on behalf of 12 Florida Public Utilities Company. 13 MR. WATSON: Ansley Watson, Jr., of Macfarlane, Ferguson, and McMullen for Peoples Gas System. 14 15 COMMISSIONER JABER: St. Joe Natural Gas Company was excused from the prehearing conference. That request was 16 17 granted. Ms. Stern. 18 MS. STERN: Marlene Stern on behalf of the Commission 19 staff. 20 COMMISSIONER JABER: Ms. Stern, I would sort of like 21 to handle this docket the way we handled the last one. No need 22 to go issue-by-issue. If there are changes or preliminary 23 matters you would like to bring to my attention, let's just go 24 ahead and talk about that. 25 MS. STERN: One thing I would like to get

1	clarification on is FPUC going to have a witness for Issue 4?	
2	MR. HORTON: Mr. Smith would be for Number 4.	
3	MS. STERN: Okay. Issue 2, I believe that we have	
4	agreed to substitute in the rate classes listed under City Gas'	
5	position for the rate classes listed under staff's position.	
6	COMMISSIONER JABER: City Gas, do you agree with	
7	that?	
8	MR. MELSON: Yes, that was at our request. The City	
9	Gas position lists all of the rate schedules and the staff's	
10	had listed some, but not all of them.	
11	COMMISSIONER JABER: All right. Ms. Stern, you can	
12	go ahead and make that change.	
13	MS. STERN: Okay. Issue 1, I believe that Chesapeake	
14	has agreed to staff's position?	
15	MR. SCHIEFELBEIN: That's correct.	
16	MS. STERN: Okay. And that is not reflected in this	
17	draft, but it will be in the final prehearing order.	
18	And, Chesapeake, you agree with staff on Issue 2, as	
19	well?	
20	MR. SCHIEFELBEIN: Yes, ma'am.	
21	MS. STERN: Okay.	
22	COMMISSIONER JABER: Okay. Those changes will be	
23	made in the final version.	
24	MS. STERN: I believe that is all unless any	
25	that's all for staff.	

COMMISSIONER JABER: Let me ask you a question. On Page 5, Debbie Stitt's testimony, it says substituted prepared testimony to be inserted into the record.

MS. STERN: Uh-huh.

COMMISSIONER JABER: What does that mean? She has filed testimony to take the place of someone else's testimony? Whose witness is that? St. Joe.

MS. STERN: St. Joe. And her testimony is just intended to be put into the record as though read without any cross-examination. And we will change the way that is noted there. We will put the asterisk and a note as we discussed in Docket 03.

COMMISSIONER JABER: Okay. Now, is that true for all of these witnesses, Marlene? Has there been agreement on which witnesses --

MS. STERN: No, we haven't had any discussion on that.

COMMISSIONER JABER: Do we need to discuss that, or are parties ready to just go ahead and let staff know which testimony can be inserted into the record without cross? Is their testimony that can be inserted into the record?

MR. MELSON: Commissioner Jaber, for City Gas Company of Florida, I believe our positions and the staff's positions match all the way through. So if we could treat at least City Gas as stipulated and stipulate our witnesses' testimony into

the record that would be our preference. 1 2 COMMISSIONER JABER: So that is Gloria Lopez and Carl 3 Smith? 4 MR. MELSON: Yes. ma'am. 5 COMMISSIONER JABER: And Gloria Lopez is adopting the 6 testimony of Carl Smith? 7 MR. MELSON: Right. Again, we had the situation, two 8 pieces of testimony filed by two different people, but Ms. 9 Lopez was adopting Mr. Smith's. 10 COMMISSIONER JABER: All right. Chesapeake. MR. SCHIEFELBEIN: Commissioner, we believe that we 11 12 are in total agreement with staff and we would ask that 13 Ms. Bauck, Ms. Price, and Mr. Jeffrey's testimony be admitted 14 into the record without their appearance. COMMISSIONER JABER: Florida Power. 15 16 MR. HORTON: I think we have some --17 COMMISSIONER JABER: Florida Public, sorry. 18 MR. HORTON: I think there is still some issues 19 between FPUC and staff to be addressed. 20 COMMISSIONER JABER: All right. Kandi Floyd's 21 testimony? 22 MR. WATSON: Yes. With respect to Peoples, the staff 23 and the company are in agreement on all issues. And we would 24 ask that Ms. Floyd be excused and her testimony and exhibits 25 inserted into the record and admitted. In addition, on

Issue -- I think it's 4. Let me see. The FPUC issue, Issue 4, 1 2 People's position should be no position. 3 MR. MELSON: City Gas Company's position should also 4 be no position on Issue 4. 5 COMMISSIONER JABER: Well, actually these are --6 Issue 4 is only related to Florida Public Utility, right? 7 MR. MELSON: Yes. 8 COMMISSIONER JABER: Staff, you just need to take out 9 10 11 12

the references to the other companies. Can it be handled that way? And, Staff, on this draft, use the process that was outlined in the earlier draft prehearing order in the previous docket where you will notify the Commissioners of the possible stipulations and the witnesses that do not need to be at the hearing unless the Commissioners have questions, and get back to the parties and let them know as expeditiously as possible. You know, let's clean this up a little bit.

> MS. STERN: Yes.

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MR. SCHIEFELBEIN: Excuse me, Commissioner, a small clerical matter. On Page 5, I believe, on the basic positions, for CUC that lengthy basic position reflects the prestipulation positions. I think the best way to handle it would be if CUC could plagiarize City Gas' basic position, that would work just fine.

COMMISSIONER JABER: Which would be the company's true-up amounts and conservation cost-recovery factors as shown

1	in Issues	1 through 3 are appropriate and should be approved.
2		MR. SCHIEFELBEIN: Yes, ma'am.
3		COMMISSIONER JABER: Thank you, Mr. Schiefelbein.
4	Any other	changes?
5		Staff, any other changes, any other matters to come
6	before us	in this docket?
7		MS. STERN: No.
8		COMMISSIONER JABER: Great. Thank you, Marlene.
9		Next docket.
10		(Hearing concluded at 1:35 p.m.)
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