

Ruth Nettles

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Sent: Thursday, October 09, 2008 3:00 PM
To: Filings@psc.state.fl.us
Cc: Kandi Floyd; Katherine Fleming
Subject: Docket No. 080003-GU
Attachments: 080003 - prehearing stat-PGS-PGA.doc

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- b. Docket No. 080003-GU – Purchased gas adjustment (PGA) true-up
- c. Peoples Gas System
- d. Total of 4 pages
- e. The attached document is Peoples' Prehearing Statement in the above docket.

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DOCUMENT NUMBER-DATE

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BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Purchased gas adjustment)
(PGA) true-up.)
_____)

DOCKET NO. 080003-GU
Submitted for filing:
10-9-08

**PEOPLES GAS SYSTEM'S
PREHEARING STATEMENT**

Peoples Gas System ("PGS"), by its undersigned attorneys, submits the following Prehearing Statement for the hearing scheduled to be held in the above docket November 4-6, 2008.

A. WITNESSES

<u>Witness</u>	<u>Subject Matter</u>	<u>Issues</u>
(Direct)		
W. Edward Elliott (PGS)	Projected gas costs, therm sales and weighted average cost of gas ("WACOG"); final PGA true-up amount for January 2007 - December 2007; estimated PGA true-up amounts for January 2008 - December 2008; total PGA true-up amount for January 2009 - December 2009; and levelized PGA cost recovery (cap) factor for January 2009 - December 2009	1-5

B. EXHIBITS

<u>Exhibit</u>	<u>Witness</u>	<u>Description</u>
_____ (EE-1)	Elliott	Calculation of final true-up for January 2007 - December 2007 (Schedule A-7)

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FPSC-COMMISSION CLERK

(EE-2)

Elliott

Calculation of estimated true-up for January 2008 – December 2008; total true-up for January 2009 – December 2009); calculation of PGA factor for January 2009 – December 2009 (Schedules E-1 through E-5)

C. STATEMENT OF BASIC POSITION

PGS's Statement of Basic Position:

The Commission should approve PGS's final PGA true-up amount of \$2,129,695 (underrecovery) for the period January 2007 through December 2007; its actual/estimated PGA true-up amount of \$2,578,283 (overrecovery) for the period January 2008 through December 2008; and its levelized PGA (cap) factor of \$1.51426 per therm for the period January 1, 2009 through December 31, 2009. (Elliott)

D. STATEMENT OF ISSUES AND POSITIONS

Generic Purchased Gas Adjustment Issues

ISSUE 1: What are the final purchased gas adjustment true-up amounts for the period January 2007 through December 2007?

PGS: \$2,129,695 underrecovery (Elliott)

ISSUE 2: What are the actual/estimated purchased gas adjustment true-up amounts for the period January 2008 through December 2008?

PGS: \$2,578,283 overrecovery (Elliott)

ISSUE 3: What are the total purchased gas adjustment true-up amounts to be collected during the period January 2009 through December 2009?

PGS: \$448,588 overrecovery (Elliott)

ISSUE 4: What are the appropriate levelized purchased gas cost recovery (cap) factors for the period January 2009 through December 2009?

PGS: \$1.51426 per therm (Elliott)

ISSUE 5: What should be the effective date of the new purchased gas adjustment charge for billing purposes?

PGS: The charge should be effective beginning with the specified

purchased gas cost recovery cycle and thereafter for the period January 2009 through December 2009. Billing cycles may start before January 1, 2009, and the last cycle may be read after December 31, 2009, so that each customer is billed for twelve months regardless of when the adjustment charge became effective. (Elliott)

E. STIPULATED ISSUES

None as to PGS.

F. PENDING MOTIONS

None as to PGS.

G. PENDING CONFIDENTIALITY CLAIMS OR REQUESTS

PGS has no pending confidentiality claims or requests at this time.

H. COMPLIANCE WITH ORDER ESTABLISHING PROCEDURE

PGS has complied with all requirements of the Order Establishing Procedure in this docket.

Dated this 9th day of October, 2008.

Respectfully submitted,

s/Ansley Watson, Jr.

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CERTIFICATE OF SERVICE

I HEREBY CERTIFY that true and correct copies of the foregoing Prehearing Statement has been furnished by U. S. Mail this 9th day of October, 2008, to the following:

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