

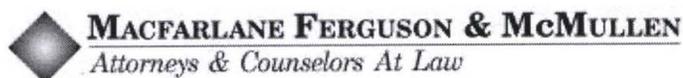
**Eric Fryson**

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**Sent:** Friday, October 05, 2012 1:36 PM  
**To:** Filings@psc.state.fl.us  
**Cc:** Jennifer Crawford; 'Floyd, Kandi M.'; Michael Lawson  
**Subject:** Docket No. 120003-GU  
**Attachments:** 120003 - prehearing stat-PGS-PGA.doc

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- b. Docket No. 120003-GU – Purchased gas adjustment (PGA) true-up
- c. Peoples Gas System
- d. Total of 5 pages
- e. The attached document is Peoples' Prehearing Statement in the above docket

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DOCUMENT NUMBER-DATE

06787 OCT-5 2012

FPSC-COMMISSION CLERK

10/5/2012

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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

DOCKET NO. 120003-GU  
Submitted for filing:  
10-5-12

**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 commencing November 5, 2012.

A. WITNESSES

<u>Witness</u>	<u>Subject Matter</u>	<u>Issues</u>
(Direct)		
Kandi M. Floyd (PGS)	Projected gas costs, therm sales and weighted average cost of gas ("WACOG"); final PGA true-up amount for January 2011 - December 2011; estimated PGA true-up amounts for January 2012 - December 2012; total PGA true-up amount for January 2012 - December 2012; and levelized PGA cost recovery (cap) factor for January 2013 - December 2013	1-6

B. EXHIBITS

<u>Exhibit</u>	<u>Witness</u>	<u>Description</u>
_____ (KMF-1)	Floyd	Calculation of final true-up for January 2011 - December 2011 (Schedule A-7)

DOCUMENT NUMBER-DATE

06787 OCT-5 2012

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(KMF-2)

Floyd

Calculation of estimated true-up for January 2012 – December 2012; total true-up for January 2012 – December 2012); calculation of PGA factor for January 2013 – December 2013 (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 \$1,667,465 (underrecovery) for the period January 2011 through December 2011; its actual/estimated PGA true-up amount of \$514,244 (underrecovery) for the period January 2012 through December 2012; and its levelized PGA (cap) factor of \$0.92549 per therm for the period January 2013 through December 2013. (Floyd)

**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 2011 through December 2011?**

**PGS: \$1,667,465 underrecovery (Floyd)**

**ISSUE 2: What are the actual/estimated purchased gas adjustment true-up amounts for the period January 2012 through December 2012?**

**PGS: \$514,244 underrecovery (Floyd)**

**ISSUE 3: What are the total purchased gas adjustment true-up amounts to be collected during the period January 2013 through December 2013?**

**PGS: \$2,181,709 underrecovery (Floyd)**

**ISSUE 4: What are the levelized purchased gas cost recovery (cap) factors for the period January 2013 through December 2013?**

**PGS: \$0.92549 per therm (Floyd)**

**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 2013 through December 2013. Billing cycles may start before January 1, 2013, and the last cycle may be read after December 31, 2013, so that each customer is billed for twelve months regardless of when the adjustment charge became effective. (Floyd)

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 5th day of October, 2012.

Respectfully submitted,

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Attorneys for Peoples Gas System

**CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that true and correct copies of the foregoing Prehearing Statement has been furnished by U. S. Mail this 5th day of October, 2012, to the following:

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