

**BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION**

**In Re: Purchased Gas Adjustment)**  
**(PGA) True-up )**  
\_\_\_\_\_ )

**Docket No. 160003-GU**

**Filed: October 11, 2016**

**FLORIDA CITY GAS' RESPONSES TO STAFF'S FIRST SET OF**  
**INTERROGATORIES (NOS. 1-4)**

Florida City Gas ("FCG" or "Company"), hereby submits its Responses to the First Set of Interrogatories (Nos. 1-4) served on FCG on September 14, 2016. The individual responses follow this cover sheet.

Respectfully submitted,



\_\_\_\_\_  
Gregory M. Munson  
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*Attorneys for Florida City Gas*

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**RESPONSES****1. Please explain the reasons for the \$2,292,715 under recovery for the January – December 2016 projected true-up period.**

The Company was \$0.8 million over recovered for the January through July period based on accounting actuals through July 2016. The filing projected higher gas costs through the end of the year with recoveries projected at current rates resulting in the projected \$2.3 million under recovery. Since the filing, the Company has increased the PGA rate for the month of September as it has seen gas costs beginning to increase which changes will be reflected in the May 2017 Final True Up.

**2. Referring to Schedule E-3, please explain the difference in pipeline commodity cost and the column labeled "Other charges ACA/Fuel."**

Pipeline commodity cost reflects gas costs only. The column labeled "Other charges ACA/Fuel" reflects per therm surcharges for the Pipeline Actual Charge Adjustment Clause ("ACA") and Fuel components.

**3. Referring to Schedule E-1, please provide a breakdown and explanation of all the cost components included in line 6, Other (2017 total of \$428,481).**

The dollars reflected on Schedule E-1, line 6 labeled "Other" represent the pass through costs of purchasing natural gas from People's Gas to serve isolated Florida City Gas customers. The projections are based on historical billed data from the prior year.

**4. Referring to Schedule E-1, line 20, please explain how the therms purchased (total 423,700) associated with "Other" is derived.**

The volumes reflected on Schedule E-1, line 20 labeled "Other" represent the projected demand of Florida City Gas customers that are supplied with natural gas purchased from People's Gas. The projections are based on historical billed data from the prior year.

**CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that a true and correct copy of Florida City Gas's Responses to Staff's First Set of Interrogatories has been furnished by Electronic Mail to the following parties of record this 11<sup>th</sup> day of October 2016:

Florida Public Utilities Company Mike Cassel 1750 S 14 <sup>th</sup> Street, Suite 200 Fernandina Beach, FL 32034 <a href="mailto:mcassel@fpuc.com">mcassel@fpuc.com</a>	MacFarlane Ferguson Law Firm Ansley Watson, Jr./Andrew Brown P.O. Box 1531 Tampa, FL 33601-1531 <a href="mailto:aw@macfar.com">aw@macfar.com</a> / <a href="mailto:AB@macfar.com">AB@macfar.com</a>
Margo Leathers, Esquire Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399 <a href="mailto:mleather@psc.state.fl.us">mleather@psc.state.fl.us</a>	Office of Public Counsel J.R. Kelly/Patricia Christensen c/o The Florida Legislature 111 West Madison Street Room 812 Tallahassee, FL 32399-1400 <a href="mailto:Kelly.JR@leg.state.fl.us">Kelly.JR@leg.state.fl.us</a> <a href="mailto:Christensen.Patty@leg.state.fl.us">Christensen.Patty@leg.state.fl.us</a>
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**AFFIDAVIT**

STATE OF NEW JERSEY)

COUNTY OF UNION)

I hereby certify that on this 6<sup>th</sup> day of OCTOBER, 2016, before me, an officer duly authorized in the State and County aforesaid to take acknowledgments, personally appeared THOMAS KAUFMANIV, who is personally known to me, and he/she acknowledged before me that he/she provided the answers to interrogatory number(s) 1-4 from STAFF'S FIRST SET OF INTERROGATORIES TO FLORIDA CITY GAS (NOS. 1-4) in Docket No(s). 160003-GU, and that the responses are true and correct based on his/her personal knowledge.

In Witness Whereof, I have hereunto set my hand and seal in the State and County aforesaid as of this 6<sup>th</sup> day of OCTOBER, 2016.

Deborah Y. Bailey  
Notary Public

**Deborah Y. Bailey  
Notary Public  
New Jersey  
My Commission Expires 09-08-2020**