

Writer's E-Mail Address: bkeating@gunster.com

December 11, 2017

BY ELECTRONIC FILING/E-PORTAL

Ms. Carlotta Stauffer Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas.

Dear Ms. Stauffer:

Attached for filing in the referenced docket, please find Florida City Gas's Synopsis for the referenced case, along with a copy of the correspondence and certificate of service reflecting mailing of the Synopsis to each chief executive officer of the municipalities and counties in the Company's service territory, as well as mailing to the main libraries.

Please do not hesitate to contact me if you have any questions whatsoever regarding this filing.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706

Cc:/Service List (Docket 20170179-GU)



U.S. MAIL

Lomax Harrelle
City Manager
City of Belle Glade
110 Dr. Martin Luther King Jr. Blvd W.
Belle Glade, FL 33430

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Harrelle:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Frank Abbate Interim County Manager City of Brevard 2725 Judge Fran Jamieson Way, Bldg. C Viera, FL 32940

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Abbate:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Bertha Henry County Administrator City of Broward 115 S. Andrews Ave., Room 409 Fort Lauderdale, FL 33301

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Administrator Henry:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

David L. Greene City Manager City of Cape Canaveral P.O. Box 326 Cape Canaveral, FL 32920

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Greene:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Al Perry City Manager City of Clewiston 115 W Ventura Avenue Clewiston, FL 33440

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Perry:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

John Titkanich City Manager City of Cocoa 65 Stone Street Cocoa, FL 32922

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Titkanich:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

James "Jim" McKnight City Manager City of Cocoa Beach 2 S. Orlando Avenue Cocoa Beach, FL 32932-2430

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager McKnight:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Cathy Swanson-Rivenbark City Manager City of Coral Gables 405 Biltmore Way, First Floor Coral Gables, FL 33134

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Swanson-Rivenbark:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Rafael G. Casals Town Manager Town of Cutler Bay 10720 Caribbean Boulevard, Suite 105 Cutler Bay, FL 33189

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Casals:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Edward A. Rojas City Manager City of Doral Government Center 8401 NW 53rd Terrace Doral, FL 33166

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Rojas:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301 (850) 521-1706



U.S. MAIL

Jason R. Nunemaker City Manager City of Fellsmere 22 S. Orange Street Fellsmere, FL 32948-6700

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Nunemaker:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Charles T. Chapman IV County Administrator City of Hendry PO Box 2340 LaBelle, FL 33975-2340

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Administrator Chapman:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Honorable Carlos Hernandez Mayor City of Hialeah Office of the Mayor 501 Palm Avenue Hialeah, FL 33010

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Mayor Hernandez:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Honorable Yioset De La Cruz Mayor City of Hialeah Gardens 10001 NW 87th Avenue Hialeah Gardens, FL 33016

Docket No. 20170179-GU - Petition for rate increase and approval of depreciation Re: study by Florida City Gas. Case Synopsis

Dear Mayor De La Cruz:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Dr. Wazir Ishmael City Manager City of Hollywood 2600 Hollywood Boulevard, Room 419 Hollywood, FL 33022

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Dr. Ishmael:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

George Gretsas City Manager City of Homestead City Hall 100 Civic Court Homestead, FL 33030

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Gretsas:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Christopher Chinault Town Manager Town of Indialantic 216 5th Avenue Indialantic, FL 32903

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Chinault:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Mark Ryan City Manager City of Indian Harbor Beach 2055 South Patrick Drive Indian Harbor Beach, FL 32937

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Ryan:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Jason E. Brown County Administrator City of Indian River County Administration Office 1801 27th Street Vero Beach, FL 32960-3365

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Administrator Brown:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Taryn Kryzda County Administrator City of Jensen Beach 2401 SE Monterey Road Stuart, FL 34996

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Administrator Kryzda:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Michael A. Boyle Superintendent of Public Works City of LaBelle P.O. Box 458 LaBelle, FL 33975

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Superintendent Boyle:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Douglas C. Hoyt Town Manager City of Malabar 2725 Malabar Road Malabar, FL 32950-4427

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Hoyt:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Honorable Roberto Martell Mayor City of Medley 7777 NW 72nd Avenue Medley FL 33166

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Mayor Martell:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Mike McNees City Manager City of Melbourne City Hall, Fifth Floor 900 E. Strawbridge Avenue Melbourne, FL 32901

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager McNees:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Bett /

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Head of Village Administration City of Melbourne Village 555 Hammock Road Melbourne Village, FL 32904

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Sir/Madame:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Daniel J. Alfonso City Manager City of Miami 444 SW 2nd Ave., 10th Floor Miami, FL 33130

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Alfonso:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Cameron Benson City Manager City of Miami Gardens 18605 NW 27th Avenue Miami Gardens, FL 33056

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Benson:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Alex Rey City of Miami Lakes Town Manager 6601 Main Street Miami Lakes, FL 33014

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Rey:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

William Alonso City Manager City of Miami Springs 201 Westward Drive Miami Springs, FL 33166

Docket No. 20170179-GU - Petition for rate increase and approval of depreciation Re: study by Florida City Gas. Case Synopsis

Dear Manager Alonso:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Leondrae Camel City Manager City of South Bay 335 SW 2nd Avenue South Bay, FL 33493

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Camel:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Honorable Carlos Gimenez Mayor City of Miami-Dade Office of the Mayor Stephen P. Clark Center 111 N.W. 1st Street, 29th Floor Miami, FL 33128

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Mayor Gimenez:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Joe Griffin
City Manager
City of Sebastian
City Hall
1225 Main Street
Sebastian, FL 32958

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Griffin:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Kathleen Woods-Richardson City Manager City of Miramar Office of the City Manager 2300 Civic Center Place Miramar, FL 33025

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Woods-Richardson:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Ana M. Garcia City Manager City of N. Miami Beach NMB City Hall, 4th Floor 17011 NE 19th Avenue North Miami Beach, FL, 33162

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Garcia:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Larry M. Spring City Manager City of North Miami 776 NE 125 Street North Miami, FL 33161

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Spring:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Yvette Harrell City Manager City of Opa Locka 780 Fisherman Street, 4th Floor Opa-locka, FL 33054

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Harrell:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Gregg Lynk City Manager City of Palm Bay City Manager's Office 120 Malabar Road Palm Bay, FL 32907

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Lynk:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Verdenia C. Baker County Adminstrator City of Palm Beach 301 N. Olive Avenue West Palm Beach, FL 33401

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Administrator Baker:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Town Clerk City of Palm Shores 247 Edwards Lane Palm Beach Shores, FL 33404

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Sir/Madame:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Bett Kedan

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301 (850) 521-1706



U.S. MAIL

Edward Silva Village Manager Village of Palmetto Bay Municipal Center Office of the Village Manager 9705 East Hibiscus Street Palmetto Bay, FL 33157

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Silva:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Dr. Robert A. Levy Town Manager Town of Pembroke Park Town Hall 3150 SW 52nd Avenue Pembroke Park, FL 33023

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Dr. Levy:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Russ Blackburn City Manager City of Port St. Lucie 121 S.W. Port St. Lucie Blvd Port St. Lucie, FL 34984

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Blackburn:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Dr. Brenda Fettrow City Manager City of Rockledge 1600 Huntington Lane Rockledge, FL 32955

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Dr. Fettrow:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Courtney H. Barker City Manager City of Satellite Beach 565 Cassia Boulevard Satellite Beach, FL 32937

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Barker:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Steven Alexander City Manager City of South Miami City Hall, 1st Floor 6130 Sunset Drive South Miami, FL 33143

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Alexander:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Howard Tipton County Administrator St. Lucie County St. Lucie County BOCC 2300 Virginia Avenue Fort Pierce, FL 34982

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Administrator Tipton:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Honorable Orlando Lopez Mayor City of Sweetwater 500 S.W. 109 Avenue Sweetwater, FL 33174

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Mayor Lopez:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Scott Larese City Manager City of Titusville P. O. Box 2806 Titusville, FL 32781-2806

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Larese:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

James R. O'Connor City Manager City of Vero Beach P.O. Box 1389 Vero Beach, FL 32961-1389

Docket No. 20170179-GU - Petition for rate increase and approval of depreciation Re: study by Florida City Gas. Case Synopsis

Dear Manager O'Connor:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A.

215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Yocelyn Galiano Village Manager Village of Pinecrest Office of the Village Manager 12645 Pinecrest Parkway Pinecrest, FL 33156

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Galiano:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Honorable Fred Spencer Deno IV Mayor The Village of Virginia Gardens 6498 N.W. 38th Terrace Virginia Gardens, FL 33166

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Mayor Deno:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

Put Kides

(850) 521-1706



U.S. MAIL

Scott Morgan City Manager City of West Melbourne 2240 Minton Road, Second Floor West Melbourne, FL 32904

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Morgan:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Yolanda Aguilar City Manager City of West Miami 901 SW 62 Avenue West Miami, FL 33144

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Manager Aguilar:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Central Brevard Library Attention: Director 308 Forrest Avenue Cocoa, FL 32922

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Sir/Madam:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

I would ask that you kindly place this document in a visible location and make this available for public review. Thank you for your assistance in this matter.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Hialeah John F. Kennedy Memorial Library Attention: Director 190 W. 49 Street Hialeah, FL 33012

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Sir/Madam:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

I would ask that you kindly place this document in a visible location and make this available for public review. Thank you for your assistance in this matter.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Miami Dade Main Library Attention: Director 101 West Flagler Street Miami, FL 33 128

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Sir/Madam:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

I would ask that you kindly place this document in a visible location and make this available for public review. Thank you for your assistance in this matter.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Broward County Main Library

Attention: Director 100 S. Andrews Avenue Ft. Lauderdale, FL 33301

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Sir/Madam:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

I would ask that you kindly place this document in a visible location and make this available for public review. Thank you for your assistance in this matter.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Palm Beach County Library Belle Glade Branch 530 South Main Street Belle Glade, FL 33430

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Sir/Madam:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

I would ask that you kindly place this document in a visible location and make this available for public review. Thank you for your assistance in this matter.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

St. Lucie County Public Library Port St. Lucie Branch 180 SW Prima Vista Port St. Lucie, FL 34983

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Sir/Madam:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

I would ask that you kindly place this document in a visible location and make this available for public review. Thank you for your assistance in this matter.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Martin County Public Library Hoke Library 1150 NW Jack Williams Way Jensen Beach, FL 34957

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. *Case Synopsis*

Dear Sir/Madam:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

I would ask that you kindly place this document in a visible location and make this available for public review. Thank you for your assistance in this matter.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Indian River County Public Library 1600 21st Street Vero Beach, FL 32960

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Sir/Madam:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

I would ask that you kindly place this document in a visible location and make this available for public review. Thank you for your assistance in this matter.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

St. Lucie County Public Library

Port St. Lucie Branch 180 SW Prima Vista Port St. Lucie, FL 34983

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Sir/Madam:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission.

I would ask that you kindly place this document in a visible location and make this available for public review. Thank you for your assistance in this matter.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601 Tallahassee, FL 32301

(850) 521-1706



U.S. MAIL

Doral Office

4045 N.W. 97th Avenue Doral, FL 33178-2300 USA Attn.: Miguel Bustos

Re: Docket No. 20170179-GU - Petition for rate increase and approval of depreciation study by Florida City Gas. Case Synopsis

Dear Mr. Bustos:

Enclosed, please find a copy of the synopsis of Florida City Gas's application to the Florida Public Service Commission for approval of a rate increase, which is being provided in accordance with the Rules of the Florida Public Service Commission. An additional copy is enclosed for placement at the following additional location:

Brevard Service Center

4180 South US Highway 1 Rockledge, Florida 32955-5309

I would ask that you kindly place this document in a visible location and make this available for public review. Thank you for your assistance in this matter.

Sincerely,

Beth Keating

Gunster, Yoakley & Stewart, P.A. 215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706



Synopsis of Rate Request

I. Company Overview

Florida City Gas (FCG or Company) was originally incorporated as City Gas Company of Florida in 1949. Its initial operations were as a propane dealer in Dade County, Florida. Beginning in 1960, the Company commenced operations as a natural gas local distribution company ("LDC"), and thus, became a "public utility" as that term is defined in Section 366.02, Florida Statutes. As such, the Company was, henceforth, subject to the regulatory jurisdiction of the Florida Public Service Commission. In 1988, NUI Corporation, which was headquartered in Bedminster, New Jersey, acquired the Company, merging it under its subsidiary, NUI Utilities, Inc. The Company also expanded its service to include St. Lucie, Martin, Indian River, and Palm Beach Counties. On November 30, 2004, NUI Utilities, Inc. became a wholly-owned subsidiary of AGL Resources Inc. ("AGLR"), headquartered in Atlanta, Georgia, whereupon the Company's name was eventually changed to Pivotal Utility Holdings, Inc. d/b/a Florida City Gas in Florida. In July 2016, AGLR became Southern Company Gas, a wholly-owned subsidiary of The Southern Company ("Southern"), which provides electric and natural gas service to over 9 million customers through its various subsidiaries, and also operates as a leading provider of wholesale energy and customized energy solutions, as well as fiber optics and wireless communications. The common stock of Southern is owned by approximately 128,000 registered shareholders of record, over 11,000 of whom reside in Florida. As a subsidiary of Southern Company Gas, FCG currently serves approximately 108,000 residential, commercial and industrial natural gas customers in Florida's Miami-Dade, Brevard, St. Lucie, Palm Beach, Glades, Hendry, Broward, and Indian River counties.

II. Request for Rate Increase/ Summary

On October 23, 2017, for the first time in almost fourteen years, the Company filed a request for a rate increase with the Florida Public Service Commission ("Commission") asking

for a permanent increase in rates, as well as an interim increase in rates pending the Commission's decision in this case. The Commission is the agency, under Florida law¹, charged with setting and regulating the rates, fees, and services of Florida utilities and will review the Company's request. The Docket Number assigned by the Commission for this proceeding is Docket No. 20170179-GU.

The Company is asking that the Commission allow the Company to increase its rates and charges to the extent necessary to generate additional gross annual revenues in the amount of \$19.3 million, which will enable the Company to continue to provide safe, reliable natural gas service at a level the customers have come to expect, and to approve the Company's depreciation study also submitted herewith in support of the Company's requested increase. The requested increase will provide FCG with a reasonable opportunity to earn a fair rate of return of 6.32 percent on the Company's plant and property used to serve its customers and an 11.25 percent midpoint rate of return on FCG's common equity. The Company's request for interim relief seeks permission to implement a temporary increase in an amount necessary to generate additional revenues in the amount of \$4,893,061, for the interim period before permanent rates and charges go into effect in accordance with the Commission's final determinations in this proceeding.

The Commission will utilize a "test year" for purposes of setting rates for FCG. The Company has used a projected test year of January 1, 2018 through December 31, 2018 for purposes of presenting its case, and believes this time period best represents actual conditions in effect at the time new rates will go into effect, as compared with other prior periods. The Company's jurisdictional 13-month average rate base for the test year period is projected to be \$-299.3 million. Without the requested rate increase, the jurisdictional net operating income for the Company in the same period is projected to be \$9.3 million. The projected rate of return is, consequently, projected to be 3.10 percent, while the return on common equity is projected to be 2.95 percent in the test year. As such, FCG asks that the Commission allow the Company an overall rate of return of 6.32 percent, including a mid-point ROE of 11.25 percent. The resulting revenue deficiency is \$15.8 million.

The Company is also seeking to include the existing Safety, Access, and Facility Enhancement program ("SAFE") distribution facility installations in rate base, consistent with

¹ Chapter 366, Florida Statutes.

the Commission's prior decision on the Company's SAFE program. When the additional revenue requirement of \$3.5 million associated with SAFE installments is included, as contemplated by Commission order and as further discussed herein, this results in a total revenue increase request of \$19.3 million. It should, however, be noted that moving the SAFE investments into rate base is ultimately bill neutral for FCG's customers, as well as revenue neutral to the Company, because FCG is also proposing to make a corresponding adjustment to reduce the current SAFE surcharge.

III. Interim Request

FCG is also asking for an interim increase in its retail rates and charges in an amount necessary to generate additional revenues in the amount of \$4,893,061. This proposed interim increase would be effective during the interim period while the case is processed and before permanent rates and charges go into effect in accordance with the Commission's final determinations in this proceeding. The requested amount is based upon actual data derived from the preceding or "historic" test year with an ending date of December 31, 2016. For that period, the Company's annual revenue deficiency is \$4,893,061 based upon a historic test year rate base of \$209,312,678. The Commission will consider the Company's request for interim rate relief at its December 12, 2017, Agenda Conference. If the request is granted, any interim increase will be placed into effect subject to refund, with interest, if at the conclusion of this proceeding, the Commission determines that some or all of the increase was not justified.

IV. Reasons for Request - Key Factors

As further set forth in the testimony and exhibits of FCG's witnesses, there are three key drivers for FCG's request in this proceeding: (1) capital investments to enhance the safety and reliability of FCG's distribution system; (2) capacity challenges, which have prompted FCG to develop a liquefied natural gas ("LNG") strategy; and (3) the challenges associated with an aging workforce and the costs associated with proactively addressing the pending skills and knowledge gap. Significant investments have been made by FCG to its system in response to federal regulatory changes regarding safety of natural gas facilities. FCG has also made investments to improve the reliability of its system and to enhance the ability of its employees to access facilities for maintenance and repairs, as well as to extend facilities to provide natural gas service

to customers who would otherwise be unable to obtain such service. As further addressed herein, and in the testimony and exhibits of FCG's witnesses, the Company is also faced with capacity challenges that it proposes to address through a two-pronged approach involving the purchase of additional interstate pipeline capacity and the construction of an LNG "peaking" unit. FCG has also invested significantly to provide enhanced training opportunities for development and retention of highly skilled and highly specialized personnel in response to the challenges of an aging workforce.

In order to continue to provide, in the face of these challenges, "reasonably sufficient, adequate, and efficient service," as required by Section 366.03, Florida Statutes, FCG must be able to not only recover its cost to serve, but also attract capital at reasonable rates and offer a fair return for its investors. Without a rate increase, FCG will be unable to provide the level of service required by statute and will also be unable to meet its obligations to its investors. Thus, FCG is asking that this Commission allow the Company to increase its rates and charges enough to provide a total increase in annual revenues of \$19.3 million.

FCG's current rates were established by the Commission back in 2004, in Docket No. 20030569-GU, by Order No. PSC-2004-0128-PAA-GU, issued February 9, 2004, using a test year ending September 30, 2004.

Since that time, FCG has maintained its focus on the customer as reflected by its service quality, while also effectively managing its costs such that it has been able to avoid seeking a base rate increase for nearly 14 years. As set forth in the testimony and exhibits of FCG's witnesses, cost saving measures, such as becoming a part of the AGL Resources Inc. (AGLR) shared services model and FCG's deployment of various technology solutions, have created significant operational efficiencies that have helped the Company maintain its rates at the same level over this extended period. The Company has seen, however, an increase in its cost to serve customers, which has contributed to its declining rate of return. At present, the Company's current rates and charges no longer allow it to earn a fair and reasonable rate of return nor do they yield reasonable compensation for services provided, which FCG is entitled to under Section 366.06(3), Florida Statutes. As of June 2017, FCG was earning an overall rate of return of 4.86% on a pro forma adjusted basis with an ROE of 7.91%, excluding the AGLR acquisition adjustment and regulatory assets included.

Without the requested revenue increase, FCG projects that its overall rate of return will fall to 3.10%, well below its currently authorized rate of return of 6.27%. As such, FCG's ability to continue to provide consistent reliable service at the level to which our customers expect and deserve will be jeopardized.

To produce the requested permanent revenue increase, the Company has also filed revised tariff schedules which include the requested rate increases. The adjustments to the various rates and charges, and the changes made to the different rate classes, are based upon a cost of service study, which was then used to allocate costs across the Company's different rate classes. While revisions vary from rate class to rate class, a typical residential customer would see a total bill increase of \$1.73/month, which equates to a 6.4% increase to their bill, with SAFE and gas costs (PGA) included. A comparison of the present and proposed rates is attached to this Synopsis as Appendix A, along with a copy of the Executive Summary submitted with the Company's filing at the Commission.

V. Additional Requests

In addition to the requested rate increase, the Company is also seeking Commission approval to take several additional items and actions, including:

- 1) Approval of the Company's Depreciation Study;
- 2) Authorization to make certain adjustments to its rate structure, namely to create residential and commercial classes, to consolidate certain industrial rate classes, and eliminate or close certain rate classes and riders;
- 3) Authorization to make certain changes to its customer charges, including adding new customer charges, such as a Failed Trip Charge, which will help reduce upward pressure on base rates by assessing the charges directly to the customers that cause the underlying cost;
- 4) Authorization to implement the proposed Economic Development Extension Program, to encourage new business growth by making it more economically feasible to extend service to new customers;
- 5) Authorization to revise its transportation service tariff to allow it to expand the allocation of its capacity costs to include an amount to be allocated to Third Party Shippers who serve transportation customers on the Company's system;

- 6) Authorization to establish a storm reserve to better allow it to address storm damages expeditiously without incurring significant financial harm; and
- 7) Authorization to construct and include in rate base a new, liquefied natural gas (LNG) facility to help address the Company's concerns regarding limitations on capacity, which could impact its ability to serve customers.

VI. Rate Making Process

The Company has filed detailed accounting and financial schedules, based upon the projected and historic test years, which are called Minimum Filing Requirements or "MFRs". The Company has also filed a formal Petition making its request to the Commission, along with written, prefiled testimony and exhibits of its witnesses, who explain and support the Company's analysis of rate base, capital structure, achieved and required net operating income, adjustments to expenses and rate base, tariff changes, including the economic development plan, quality of service, and other pertinent issues.

The Commission will address the Company's request through a full hearing process. This process will include customer meetings in Coral Gables, Melbourne, and Port St. Lucie to receive testimony from the Company's customers regarding the Company's quality of service and other matters pertinent to the Company's requested rate increase.

Key issues in the case are likely to include:

- 1. What is the appropriate test year for setting base rates?
- 2. What is FCG's test year rate base?
- 3. What is FCG's cost of capital?
- 4. What is FCG's test year net operating income?
- 5. Is FCG's cost of service methodology appropriate?
- 6. What are the appropriate rate levels for each customer class?

Specific issues will be identified in a prehearing order issued by the Commissioner assigned as Prehearing Officer for the case.

Upon completion of the customer meetings and the formal hearing (scheduled for March 26-30, 2018, in Tallahassee), the Commission's professional staff will prepare a recommendation based upon the evidence presented addressing what rate relief, if any, is appropriate for the Company. The Commission's staff is composed of attorneys, engineers, accountants, rate and

finance analysts, and consumer affairs specialists. The Commission will review and take action on their staff's recommendation and thereafter, an Order addressing the Company's request will be issued. A panel of three Commissioners has been assigned to decide this case. Currently, the Commission is scheduled to make a determination regarding the Company's revenue requirement on June 5, 2018 at 1:30 p.m., with a final determination regarding the appropriate new rates to be made on June 19, 2018, beginning at 9:30 a.m. They will base their decisions on all issues in the case upon the evidence that is received.

In addition to the Commission's professional staff, the Office of Public Counsel has intervened in this docket and will be analyzing the documents and testimony submitted by the Company, as well as any additional information produced through the formal discovery process or as a result of the audit that will be conducted by Commission audit staff. The Office of Public Counsel may be contacted at: Office of Public Counsel, c/o The Florida Legislature, 111 West Madison Street, Room 812, Tallahassee, FL 32399-1400.

Customer meetings have been scheduled in Coral Gables, Melbourne, and Port St. Lucie, as follows:

January 23, 2018, 6:00 pm (EST) Coral Gables City Hall Commission Chambers 405 Biltmore Way Coral Gables, FL 33134

January 24, 2018, 9:00 am (EST) PSL Civic Center 9221 Civic Center Place Port St. Lucie, FL 34953

January 24, 2018, 6:00 pm (EST) Brevard County Governmental Center Commission Chambers 2725 Judge Fran Jamieson Way Viera (Melbourne), FL 32940

Customers are urged to be present at the beginning of the meeting, since customer meetings may be adjourned once all customers present have been allowed to speak. One or more Commissioners may be present at the customer meetings.

Currently, the schedule for this proceeding is as follows:

(1) Florida City Gas's testimony and exhibits	October 23, 2017 (complete)
(2) Intervenor's testimony and exhibits	February 1, 2018
(3) Service Hearings	January 23-24, 2018
(4) Commission Staff's testimony and exhibits	February 7, 2018
(5) Rebuttal testimony and exhibits	February 16, 2018
(6) Prehearing Statements	March 5, 2018
(7) Discovery deadline	March 9, 2018
(8) Prehearing Conference	March 12, 2018
(9) Hearing	March 26-30, 2018
(10) Briefs	April 13, 2018

More detailed information regarding the Company's requested rate increase is included in the Company's MFRs, which can be reviewed at the Company's offices in the following locations:

Doral Office

4045 N.W. 97th Avenue Doral, FL 33178-2300 USA (9:00 a.m. – 5:00 p.m.)

Brevard Service Center

4180 South US Highway 1 Rockledge, Florida 32955-5309 (9:00 a.m. – 5:00 p.m.)

The Company's MFRs and a synopsis of the case can also be reviewed at the following location during normal operating hours:

St. Lucie County Public Library

Port St. Lucie Branch 180 SW Prima Vista Port St. Lucie, FL 34983 (772) 871-5450

A detailed synopsis of the case can also be reviewed at the following locations during normal operating hours:

<u>Central Brevard Library</u> Attention: Director

308 Forrest Avenue Cocoa, FL 32922 (321) 633-1792

Hialeah John F. Kennedy

Memorial Library Attention: Director 190 W. 49 Street Hialeah, FL 33012 (305) 819-9140

Miami Dade Main Library

Attention: Director 101 West Flagler Street Miami, FL 33 128 (305) 375-2665

Broward County Main Library

Attention: Director 100 S. Andrews Avenue Ft. Lauderdale, FL 33301 (954) 357-7444

Palm Beach County Library

Belle Glade Branch 530 South Main Street Belle Glade, FL 33430 (56 1) 996-3453

St. Lucie County Public Library

Port St. Lucie Branch 180 SW Prima Vista Port St. Lucie, FL 34983 (772) 871-5450

Martin County Public Library

Hoke Library 1150 NW Jack Williams Way Jensen Beach, FL 34957 (772) 443-2870

Indian River County Public Library

1600 21st Street Vero Beach, FL 32960

Any customer comments regarding the Company's service or the proposed rate increase should include the docket number assigned to this case, Docket No. 20170179-GU, and should be addressed to:

Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

You may also contact the Commission at their toll free number: 1-800-342-3552.

Company personnel may be contacted to answer any questions concerning the rate request at the address shown on your bill, by visiting the Company's website: www.floridacitygas.com, or by calling the following telephone number: 1-888-284-5072 (available between the hours of 8:00 a.m. and 5:00 p.m. EST).

APPENDIX A

FLORIDA CITY GAS COMPARISON OF CURRENT AND PROPOSED RATES



The Company is proposing revisions to its customer classes and rate schedules. The Company proposes to create separate rate schedules for Residential and Commercial customers, which will allow for more accurate allocation of costs to each class of customers. The Company also proposes three standard rate schedules for Residential customers (RS-1, RS-100 and RS-600) and to decrease the number of standard rate schedules for Commercial customers from eight to three (GS-1, GS-6K and GS-25K), which simplifies the process of classifying and administering customer accounts, and it maintains appropriate grouping of customers for cost of service allocations. In addition, FCG proposes to consolidate GS-120K and GS-250K into one GS-120K rate schedule and add two new rate schedules above the GS-1250K consumption level: GS-11M and GS-25M.

FCG also proposes to eliminate the FGS rate schedule, as well as the LED and AFD riders. The Company proposes to close the LES and KDS rate schedules to any new accounts. The GS-11M and GS-25M rate schedules are designed to meet the needs of future customers.

In addition, the Company notes that the Off-System Sales and Contract Demand Service are not included for comparison purposes, as the rates for these classes are established through negotiation. The following table provides information to enable customers to compare current proposed rates in the current and proposed rate classes.

Rate Class	PR	ESENT RATES	IN	TERIM RATES	PROP	OSED RATES	
					New Rate Class/Residential		
	Customer		Customer		(RS) and General Service	Customer	
	Charge	Distr. Charge/Therm	Charge	Distr. Charge/Therm	(GS)	Charge	Distr. Charge/Therm
GS-1	\$8.00	\$0.56213	No change	\$0.74751	<u>RS-1</u>	<u>\$12.00</u>	<u>\$0.55220</u>
GS-100	\$9.50	\$0.55248	No change	\$0.65758	RS-100	\$15.00	\$0.43120
GS-220	\$11.00	\$0.49531	No change	\$0.60246	RS-100	\$15.00	\$0.43120
GS-600	\$12.00	\$0.43663	No change	\$0.49869	RS-600	\$20.00	\$0.37559
GS-1.2K	\$15.00	\$0.31715	No change	\$0.35507	RS-600	\$20.00	\$0.37559
Gas Light	\$0.00	\$0.59535	No change	\$0.65605	Gas Light	\$0.00	\$0.4000
GS-1	\$8.00	\$0.56213	No	\$0.74751	GS-1	\$25.00	\$0.4262

Rate Class	PR	ESENT RATES	5	IN	TERIM RATE	S	PROP	OSED RATES		
	Customer Charge	Distr. Charg	e/Therm	Customer Charge	Distr. Charş	ge/Therm	New Rate Class/Residential (RS) and General Service (GS)	Customer Charge	Distr. Ch	narge/Therm
GG 100	#0.50	Ф0.52240	·III	No	¢0 (5750		GS-1	\$25.00	\$0.4262	
GS-100	\$9.50	\$0.52248		change No	\$0.65758	•	US-1	\$23.00	\$0.4202	
GS-220	\$11.00	\$0.49531		change	\$0.60246		GS-1	\$25.00	\$0.4262	
GS-600	\$12.00	\$0.43663		No change	\$0.49869	448.40	GS-1	\$25.00	\$0.4262	
GS-1.2K	\$15.00	\$0.31715		No change	\$0.35507		GS-1	\$25.00	\$0.4262	
GS-6K	\$30.00	\$0.27487	1144	No change	\$0.30647		GS-6K	\$35.00	\$0.3785	
GS-25K	\$80.00	\$0.27618		No change	\$0.30740		GS-25K	\$150.00	\$0.3571	
GS-60K	\$150.00	\$0.27477		No change	\$0.30449		GS-25k	\$150.00	\$0.3571	
NGV	\$15.00	\$0.23232		No change	No change		NGV	\$25.00	\$0.4262	
RSG	\$16.81	\$0.000/Therm (up to 14 therms)	\$0.52248 /per therm (over 14 terms)				RSG	No change	No change Distrib.	No change Demand
		Distribution Charge/ Therm	Demand Charge/ Therm		Distribution Charge/ Therm	Demand Charge/ Therm			Charge/	Charge/ Therm
GS-120k	\$250.00	\$0.18084	\$0.289		\$0.20277	No change	GS-120K	\$300.00	\$0.3172	\$0.575
GS-250K	\$300.00	\$0.17191	\$0.289		\$0.19261	No change	GS-120K	\$300.00	\$0.3172	\$0.575
GS-1250K	\$500.00	\$0.12225	\$0.289		\$0.13732	No change	GS-1250K	\$500.00	\$0.1606	\$0.575
00.113.6	27/4	27/4	27/4				GS-11 M	\$1,000.00	\$0.0800	\$0.575
GS-11M	N/A N/A	N/A N/A	N/A N/A				GS-11 M GS-25	\$1,000.00	\$0.0400	\$0.575
GS-25M	\$400.00	\$5.92/custome			-		TPS (Shippers)	\$400.00	\$6.07/cus	1
TPS Shippers	\$400.00	\$5.92/custome	1				11 5 (Shippers)	ψτου.υυ	ψ0.07/cus	COMP
Connect Charge	\$50.00			\$50.00			\$80.00			

Rate Class	PR	ESENT RATES	IN	TERIM RATES	PROPO	OSED RATES	
	Customer Charge	Distr. Charge/Therm	Customer Charge	Distr. Charge/Therm	New Rate Class/Residential (RS) and General Service (GS)	Customer Charge	Distr. Charge/Therm
(Residential)							
Connect Charge (Non- residential)	\$110.00		\$110.00			\$150.00	
Connect Charge (Residential – Outside regular business						4100.00	
hours) Connect Charge (Non- residential- outside regular	\$50.00		\$50.00			\$100.00	
business hours)	\$110.00		\$110.00			\$200.00	
Reconnection Charge (residential)	\$37.00		\$37.00			\$40.00	
Reconnection (Residential - outside regular business						\$50.00	
hours) Reconnection (Non residential – outside regular business hours)	\$37.00 \$80.00		\$37.00 \$80.00		-	\$100.00	
Returned Check Charge	\$25.00 or 5%, whichever					Additional service charge of	

Rate Class	PRI	ESENT RATES	IN7	TERIM RATES	PROP		
Rate Class	Customer Charge is greater	Distr. Charge/Therm	Customer Charge	Distr. Charge/Therm	New Rate Class/Residential (RS) and General Service (GS)	Customer Charge \$25 if the face value does not exceed \$50, \$30 if the face value exceeds \$50 but does not exceed	Distr. Charge/Therm
			-			\$300, \$40 if the face value exceeds \$300, or 5 percent of the face amount of the dishonored instrument, whichever is greater.	
Failed Trip Charge	\$0					\$20	
Late Payment Charge	1.5% or					1.5% or \$5.00 whichever is greater. Late Payment Charge applied to the accounts of government al entities shall be at a rate no greater than	

Rate Class	PRI	ESENT RATES	IN	TERIM RATES	PROPO		
	Customer Charge	Distr. Charge/Therm	Customer Charge	Distr. Charge/Therm	New Rate Class/Residential (RS) and General Service (GS)	Customer Charge	Distr. Charge/Therm
						applicable law.	
Change of Account	\$20.00		\$20.00			\$25.00	
Bill Collection in lieu of			#20.00			\$25.00	
disconnection Temporary	\$20.00		\$20.00			\$35.00	
Disconnection Temporary Disconnect (Outside	\$25.00		\$23.00			Ψ33.00	
regular business hours)	\$25.00		\$25.00			\$45.00	

APPENDIX B

FLORIDA CITY GAS

Schedule A – Executive Summary Schedules



PIVOTAL UTILITY HOLDINGS, INC. D/B/A FLORIDA CITY GAS DOCKET NO. 20170179-GU MINIMUM FILING REQUIREMENTS INDEX

EXECUTIVE SUMMARY

SCHEDULE			
NO.	WITNESS	TITLE	PAGE
A-1 p. 1	M. J. MORLEY	MAGNITUDE OF CHANGE-PRESENT vs PRIOR RATE CASE	3
A-2 p. 1	M. J. MORLEY	ANALYSIS OF PERMANENT RATE INCREASE REQUESTED	4
A-3 p. 1	M. J. MORLEY	ANALYSIS OF JURISDICTIONAL RATE BASE	5
A-4 p. 1	M. J. MORLEY	ANALYSIS OF JURISDICTIONAL N. O. I.	6
A-5 p. 1	M. J. MORLEY	OVERALL RATE OF RETURN COMPARISON	7
A-6 p. 1	M. J. MORLEY	FINANCIAL INDICATORS	8

FLORIDA PUBLIC SERVICE COMMISSION

COMPANY: PIVOTAL UTILITY HOLDINGS, INC. D/B/A FLORIDA CITY GAS

DOCKET NO. 20170179-GU

EXPLANATION: PROVIDE A SCHEDULE SHOWING THE MAGNITUDE OF CHANGE - PRESENT VS PRIOR RATE CASE.

TYPE OF DATA SHOWN: HISTORIC TEST YEAR LAST CASE: 9/30/02 ATTRITION YEAR LAST CASE: N/A PROJECTED TEST YEAR LAST CASE: 9/30/04

PROJECTED TEST YEAR CURRENT CASE: 12/31/18

WITNESS: M. J. MORLEY

			-		LAST RAT	E CASE						
			KEC	עבאובט	(A)		AU	IHURIZED		CURRENT RATE CASE: REQUESTED		
		(1)*	(2)*	(3)*	(4)*	(5)*	(6)*	(7)*	(8)*	(9)	(10)**	(11)**
Line No.	Item	Historical	Attrition	Total	Projected Test Year	Historical	Attrition	Total	Projected Test Year 9/30/2004	Projected Test Year 12/31/2018	Dollar or Percent Difference	Percentage Change
1	DOCKET NUMBER	n/a	n/a	n/a	030569 -GU	n/a	n/a	n/a	030569 -GU	20170179-GU		
2	HISTORICAL DATA OR TEST YEAR	;	:	:	09/30/02	:	:	:	09/30/02	12/31/16		
3	PROJECTED TEST YEAR	1	1	:	09/30/04	:	:	:	09/30/04	12/31/18		
4	RATE INCREASE - PERMANENT	:	:	:	\$10,489,305	:	:	:	\$6,699, 6 55	\$15,791,812	\$9,092,157	135,71%
5 -	RATE INCREASE - INTERIM	:	:	:	\$3,548,987	:	:	:	\$2,942,306	\$4,893,061	\$1,950,755	66.30%
6.	JURISDICTIONAL RATE BASE BEFORE RATE RELIEF	;	*	:	\$123,421,819	:	:	:	\$119,897,447	\$299,278,151	\$179,380,704	149.61%
7	JURISDICTIONAL N.O.I. BEFORE RATE RELIEF	;	;	:	\$3,596,957	:	:	:	\$4,721,534	\$9,290,482	\$4,568,948	96,77%
8	RATE OF RETURN BEFORE RATE RELIEF	:	:		2.91%	:	:	;	3.94%	3,10%	-0.84%	-21.32%
9	SYSTEM CAPITALIZATION	:	:	:	\$123,421,819	:	:	:	\$119,897,447	\$299,278,151	\$179,380,704	149.61%
10	OVERALL RATE OF RETURN	;	į.	:	8.10%	:	:	:	7.36%	6.32%	-1.04%	-14.13%
11	COST OF LONG-TERM DEBT	1	1	:	6.43%	:	;	:	6,43%	4.66%	-1,77%	-27,53%
12	COST OF PREFERRED STOCK	:	3		n/a	:	:	:	n/a	n/a	n/a	n/a
13	COST OF SHORT-TERM DEBT		1		2.91%	:	:	:	3.90%	2.64%	-1.26%	-32,31%
14	COST OF CUSTOMER DEPOSITS	1			6.70%	:	:	;	6.70%	2.73%	-3,97%	-59,25%
15	COST OF COMMON EQUITY	:	:		11.25%	:	:	:	11,25%	11.25%	0,00%	0.00%
16	NUMBER OF CUSTOMERS - AVERAGE	:	:		101,807	:	;	:	101,807	109,503	7,696	7,56%
17	DATE NEW PERMANENT RATES EFFECTIVE	:	:	:	(A)	:	:	:	(A)	(A)		

- (A) AS DETERMINED BY THE "FILE AND SUSPEND" PROVISIONS OF SECTION 366.06 (4), FLORIDA STATUTES.
- * IF COMPANY'S LAST RATE CASE INCLUDED A HISTORIC AND ATTRITION YEAR, COMPLETE COLUMNS (1) (3) AND COLUMNS (5) (7) UNDER THE HEADING "LAST RATE CASE". IF THE COMPANY'S LAST RATE CASE WAS BASED ON A PROJECTED TEST YEAR, COMPLETE COLUMNS (4) AND (8) UNDER THE HEADING "LAST RATE CASE".
- ** IF THE COMPANY'S LAST RATE CASE INCLUDED A HISTORIC AND ATTRITION YEAR, THIS CALCULATION WILL BE THE DIFFERENCE BETWEEN COLUMN (9) AND COLUMN (7). IF THE COMPANY'S LAST RATE CASE WAS BASED ON A PROJECTED TEST YEAR, THIS CALCULATION WILL BE THE DIFFERENCE BETWEEN COLUMN (9) AND COLUMN (8).

SCHEDULE A-2

EXECUTIVE SUMMARY

PAGE 1 OF 1

FLORIDA PUBLIC SERVICE COMMISSION

EXPLANATION: PROVIDE A SCHEDULE SHOWING AN ANALYSIS
OF PERMANENT RATE INCREASE REQUESTED

COMPANY: PIVOTAL UTILITY HOLDINGS, INC.

D/B/A FLORIDA CITY GAS

DOCKET NO. 20170179-GU

TYPE OF DATA SHOWN:
ATTRITION YEAR LAST CASE: N/A
PROJECTED TEST YEAR LAST CASE: 09/30/04
PROJECTED TEST YEAR CURRENT CASE: 12/31/18

WITNESS: M. J. MORLEY

 Line No.	Description	-	ease in Gross renue Dollars	% of Total		
1	RESTORE ADJUSTED NET OPERATING INCOME TO PREVIOUSLY ALLOWED OVERALL RATE OF RETURN OF 7.	.36%	\$ 10,198,776	64.58%	,	
2	INCREASE IN REQUESTED OVERALL RATE OF RETURN TO 6.	,32%	(3,667,451)	(23.22%)		
3	EFFECT OF PROJECTED TEST YEAR		 9,260,487	<u>58.64%</u>		
4	TOTAL PERMANENT RATE INCREASE REQUESTED		\$ 15,791,812	<u>100.00</u> %		

SUPPORTING SCHEDULES: D-1, G-5

RECAP SCHEDULES:

FLORIDA PUBLIC SERVICE COMMISSION

COMPANY: PIVOTAL UTILITY HOLDINGS, INC.
D/B/A FLORIDA CITY GAS

DOCKET NO. 20170179-GU

EXPLANATION: PROVIDE A SCHEDULE SHOWING AN ANALYSIS
OF JURISDICTIONAL RATE BASE

TYPE OF DATA SHOWN:
HISTORIC TEST YEAR LAST CASE: 9/30/02
ATTRITION YEAR LAST CASE: N/A
PROJECTED TEST YEAR LAST CASE: 9/30/04

PROJECTED TEST YEAR CURRENT CASE: 9/30/04

PROJECTED TEST YEAR CURRENT CASE: 12/31/18

WITNESS: M. J. MORLEY

RATE BASE
REQUESTED BY
COMPANY IN
CURRENT CASE

		RATE BASE	DETERMINED BY C	OMMISSION IN I	LAST RATE CASE	CURRENT CASE		
		(1)*	(2)*	(੪)*	(4)*	(5) Projected Test	(6)**	(7)** Percent
LINE		Historical	Attrition	Total	Projected Test Year	Ýеаг	Dollar Difference	Difference
NO.	Description				9/30/2004	12/31/2018		
	UTILITY PLANT							
1	GAS PLANT IN SERVICE	n/a	n/a	n/a	198,324,265	429,446,193	231,121,928	116,54%
2	COMMON PLANT ALLOCATED	:	:	:	3,351,037	4,959,263	1,608,226	47.99%
3	ACQUISITION ADJUSTMENT	:	:	:	1,462,697	21,656,835	20,194,138	1380.61%
4	PLANT HELD FOR FUTURE USE	:	:	:			-	0.00%
5	CONSTRUCTION WORK IN PROGRESS	:	:	:	6,452,439	30,962,948	24,510,509	379,86%
6	GROSS UTILITY PLANT	:	:	:	209,590,438	487,025,239	277,434,801	132.37%
	DEDUCTIONS	:	:	:				
7	ACCUMULATED DEPRECIATION - UTILITY PLANT	:	:	:	84,776,445	177,918,948	93,142,503	109.87%
8	ACCUM. DEPRECIATION - COMMON PLANT ALLOCATED	:	:	:	2,468,493	918,038	(1,550,455)	(62.81%)
9	ACCUM. AMORTIZATION - ACQUSITION ADJUSTMENTS	:	:	:	226,472	9,865,892	9,639,420	4256.34%
10	CUSTOMER ADVANCES FOR CONSTRUCTION	:	:	:			_	0.00%
11	TOTAL DEDUCTIONS	:	:	:	87,471,410	188,702,878	101,231,468	115.73%
12	UTILITY PLANT, NET	; *	•		122,119,028	298,322,361	176,203,333	144.29%
	,	•	•	•	122,110,020	200,022,001	110,200,000	144.2570
13	ALLOWANCE FOR WORKING CAPITAL	:	:	:	(2,221,581)	955,790	3,177,371	(143.02%)
14	RATE BASE	:	:	:	119,897,447	299,278,151	179,380,704	149.61%

IF THE COMPANY'S LAST RATE CASE INCLUDED A HISTORIC AND ATTRITION YEAR, COMPLETE COLUMNS (1) - (3).
IF THE COMPANY'S LAST RATE CASE WAS BASED ON A PROJECTED TEST YEAR, COMPLETE COLUMN (4).

SUPPORTING SCHEDULES: G-1 p.1

RECAP SCHEDULES:

IF THE COMPANY'S LAST RATE CASE INCLUDED A HISTORIC AND ATTRITION YEAR, THIS CALCULATION WILL BE THE DIFFERENCE BETWEEN COLUMN (5) AND COLUMN (3). IF THE COMPANY'S LAST RATE CASE WAS BASED ON A PROJECTED TEST YEAR, THIS CALCULATION WILL BE THE DIFFERENCE BETWEEN COLUMN (5) AND COLUMN (4).

WITNESS: M, J, MORLEY

FLORIDA PUBLIC SERVICE COMMISSION

EXPLANATION: PROVIDE A SCHEDULE SHOWING AN ANALYSIS OF JURISDICTIONAL NET OPERATING INCOME

COMPANY: PIVOTAL UTILITY HOLDINGS, INC.

D/B/A FLORIDA CITY GAS

DOCKET NO. 20170179-GU

TYPE OF DATA SHOWN: HISTORIC TEST YEAR LAST CASE: 9/30/2002 ATTRITION YEAR LAST CASE: N/A PROJECTED TEST YEAR LAST CASE: 9/30/04 PROJECTED TEST YEAR CURRENT CASE: 12/31/18

NET OPERATING INCOME REQUESTED BY

COMPANY IN NET OPERATING INCOME DETERMINED BY COMMISSION IN LAST RATE CASE CURRENT CASE

		(1)*	(2) ^w	(3)**	(4)*	(5) Projected Test	(6)**	(7)** Paraant
LINE NO,	Description	Historical	Attrition	Total	Projected Test Year 9/30/2004	Year	Dollar Difference	Percent Difference
					3/30/2004			
1	OPERATING REVENUES (A)	n/a	n/a	n/a	38,222,074	53,847,331	15,625,257	40,88%
	OPERATING REVENUE DEDUCTIONS:	;	:	:				
2	OPERATING & MAINTENANCE EXPENSE	;	:	:	22,906,546	22,903,906	(2,640)	-0.01%
3	DEPRECIATION & AMORTIZATION EXPENSE	:	:	:	7,937,786	16,603,266	8,665,480	109,17%
4 5	TAXES OTHER THAN INCOME INCOME TAXES (FEDERAL & STATE)	:	:	:	2,297,928 358,280	2,900,349 2,149,328	602,421 1,791,048	26.22% 499.90%
6	TOTAL OPERATING EXPENSES	:	:	:	33,500,540	44,556,849	11,056,309	33,00%
7	NET OPERATING INCOME (B)	:	:	:	4,721,534	9,290,482	4,568,948	96.77%

EXCLUDES FUEL & CONSERVATION REVENUE (A)

(B) BEFORE RATE RELIEF

> IF THE COMPANY'S LAST RATE CASE INCLUDED A HISTORIC AND ATTRITION YEAR, COMPLETE COLUMNS (1) - (3). IF THE COMPANY'S LAST RATE CASE WAS BASED ON A PROJECTED TEST YEAR, COMPLETE COLUMN (4).

IF THE COMPANY'S LAST RATE CASE INCLUDED A HISTORIC AND ATTRITION YEAR, THIS CALCULATION WILL BE THE DIFFERENCE BETWEEN COLUMN (5) AND COLUMN (3). IF THE COMPANY'S LAST RATE CASE WAS BASED ON A PROJECTED TEST YEAR, THIS CALCULATION WILL BE THE DIFFERENCE BETWEEN COLUMN (5) AND COLUMN (4).

SUPPORTING SCHEDULES: G-2 p.1

RECAP SCHEDULES: A-1

FLORIDA PUBLIC SERVICE COMMISSION

DOCKET NO. 20170179-GU

COMPANY: PIVOTAL UTILITY HOLDINGS, INC.

D/B/A FLORIDA CITY GAS

EXPLANATION: PROVIDE A SCHEDULE SHOWING

TYPE OF DATA SHOWN:

OVERALL RATE OF RETURN COMPARISON

HISTORIC TEST YEAR LAST CASE: 9/30/02

ATTRITION YEAR LAST CASE: N/A

PROJECTED TEST YEAR LAST CASE: 9/30/04 PROJECTED TEST YEAR CURRENT CASE: 12/31/18

WITNESS: M. J. MORLEY

Line No.	ltem	Dollars	Ratio	Embedded Cost	Weighted Cost	
	LAST RATE CASE (AUTHORIZED)*					
1	COMMON EQUITY	44,083,240	36,77%	11.25%	4.14%	
2	PREFERRED STOCK	ж.	0.00%	n/a	0.00%	
3	LONG-TERM DEBT	48,347,307	40,32%	6,43%	2.59%	
4	SHORT-TERM DEBT	9,252,522	7.72%	3.90%	0.30%	
5	CUSTOMER DEPOSITS	5,833,009	4.86%	6,70%	0.33%	
6 7	TAX CREDITS DEFERRED TAXES	536,361 11,845,018	0.45% 9.88%	0.00%	0.00%	
8	TOTAL CAPITALIZATION	119,897,457	100.00%	0.0076	<u>0.00</u> % <u>7.36</u> %	
	CURRENT RATE CASE (REQUESTED)				•	
9	COMMON EQUITY	115,745,170	38.67%	11.25%	4.35%	
10	PREFERRED STOCK	-	0.00%	n/a	0.00%	
11	LONG-TERM DEBT	115,217,944	38.50%	4.66%	1.79%	
12	SHORT-TERM DEBT	15,814,600	5.28%	2.64%	0.14%	
13	CUSTOMER DEPOSITS	3,888,281	1.30%	2,73%	0.04%	
14 15	TAX CREDITS DEFERRED TAXES	48,612,155	0,00% 16.24%	0.00% 0.00%	0.00%	
16	TOTAL CAPITALIZATION	299,278,150	100.00%	0,00 %	6.32%	

IF THE COMPANY'S LAST RATE CASE INCLUDED A HISTORIC AND ATTRITION YEAR, REPORT THE CAPITAL STRUCTURE FOR THE ATTRITION YEAR. IF THE COMPANY'S LAST RATE CASE WAS BASED ON A PROJECTED TEST YEAR, REPORT THE CAPITAL STRUCTURE FOR THE PROJECTED TEST YEAR.

CHEDULE	A-6		EXECUTIVE S	UMMARY			PAGE 1 OF 1
OMPANY:	UBLIC SERVICE COMMISSION PIVOTAL UTILITY HOLDINGS, INC. DIBIA FLORIDA CITY GAS 2. 20170179-GU	BELOW FOR THE	E HISTORIC DATA BASE YE R FOR THIS CASE, AND TH	FINANCIAL INDICATORS AS SPE AR OF THE LAST RATE CASE, I E YEAR IMMEDIATELY FOLLOW IC DATA BASE YEAR.	HISTORIC		TYPE OF DATA SHOWN: HISTORIC TEST YEAR LAST CASE: 9/30/02 ATTRITION YEAR LAST CASE: N/A PROJECTED TEST YEAR LAST CASE: 9/30/04 PROJECTED TEST YEAR CURRENT CASE: 12/31/16
		2002	2016	2017	2018	2018	WITNESS: M. J. MORLEY
LINE NO.	INDICATORS	(1) DATA FROM HISTORIC BASE YR OR TY RELATED TO COMPANY'S PRIOR CASE	(2) DATA FROM HISTORIC BASE YEAR RELATED TO COMPANY'S CURRENT CASE	(3) YEAR AFTER CURRENT HISTORIC BASE YEAR WITHOUT ANY RATE INCREASE	(4) PROJECTED TEST YEAR WITHOUT ANY RATE INCREASE	(5) PROJECTED TEST YEAR INCLUDING REQUESTED RATE INCREASE	
	INTEREST COVERAGE RATIOS:						
1	INCLUDING AFUDC IN INCOME BEFORE INTEREST CHARGES	1.48	4.39	3.31	2,26	5,21	
2	EXCLUDING AFUDC FROM INCOME BEFORE INTEREST CHARGES	1.48	4,39	3.31	2.26	5.21	,
	OTHER FINANCIAL RATIOS:						
3	AFUDC AS A PERCENT OF INCOME AVAILABLE FOR COMMON	0.00%	0.00%	0.00%	0.00%	0.00%	
4	PERCENT OF CONSTRUCTION FUNDS GENERATED INTERNALLY	22,98%	74.33%	63.03%	22.32%	32,06%	
	PREFERRED DIVIDEND COVERAGE;						
5	INCLUDING AFUDC	N/A	N/A	N/A	N/A	N/A	
6	EXCLUDING AFUDC	N/A	N/A	N/A	N/A	N/A	
	RATIO OF EARNINGS TO FIXEO CHARGES:						
7	INCLUDING AFUDC	1.48	4.39	3,31	2.26	5.21	
8	EXCLUDING AFUDC	1.48	4.39	3.31	2.26	5.21	
	EARNINGS PER SHARE:		-				
9	INCLUDING AFUDC	N/A	N/A	N/A	N/A	N/A	
10	EXCLUDING AFUDC	N/A	N/A	N/A	N/A	N/A	,
11	DIVIDENDS PER SHARE	N/A	N/A	N/A	N/A	N/A	

RECAP SCHEDULES:

SUPPORTING SCHEDULES: D-11 p.1-3, G-3 p.9-11

CERTIFICATE OF SERVICE

I hereby certify that a true and correct copy of the foregoing Rate Case Synopsis has been served by U.S. Mail this 11th day of December, 2017, upon the following:

Lomax Harrelle	Frank Abbate
City Manager	Interim County Manager
City of Belle Glade	City of Brevard
110 Dr. Martin Luther King Jr. Blvd W.	2725 Judge Fran Jamieson Way, Bldg. C
Belle Glade, FL 33430	Viera, FL 32940
200000000000000000000000000000000000000	,-
Bertha Henry	David L. Greene
County Administrator	City Manager
City of Broward	City of Cape Canaveral
115 S. Andrews Ave., Room 409	P.O. Box 326
Fort Lauderdale, FL 33301	Cape Canaveral, FL 32920
Fort Lauderdale, FL 55501	Cape Canaverai, 11 32720
Al Perry	John Titkanich
City Manager	City Manager
City of Clewiston	City of Cocoa
115 W Ventura Avenue	65 Stone Street
Clewiston, FL 33440	Cocoa, FL 32922
James "Jim" McKnight	Cathy Swanson-Rivenbark
_	City Manager
City Manager	City of Coral Gables
City of Cocoa Beach	
2 S. Orlando Avenue	405 Biltmore Way, First Floor
Cocoa Beach, FL 32932-2430	Coral Gables, FL 33134
Rafael G. Casals	Edward A. Rojas
Town Manager	City Manager
Town of Cutler Bay	City of Doral
· ·	Government Center
10720 Caribbean Boulevard, Suite 105	
Cutler Bay, FL 33189	8401 NW 53rd Terrace
	Doral, FL 33166
Jason R. Nunemaker	Charles T. Chapman IV
	County Administrator
City Manager	City of Hendry
City of Fellsmere	
22 S. Orange Street	PO Box 2340
Fellsmere, FL 32948-6700	LaBelle, FL 33975-2340
Carlos Hernandez	Yioset De La Cruz
Mayor	Mayor
City of Hialeah	City of Hialeah Gardens
	10001 NW 87th Avenue
Office of the Mayor	
501 Palm Avenue	Hialeah Gardens, FL 33016
Hialeah, FL 33010	

Dr. Wazir Ishmael City Manager City of Hollywood 2600 Hollywood Boulevard, Room 419 Hollywood, FL 33022 Christopher Chinault	George Gretsas City Manager City of Homestead City Hall 100 Civic Court Homestead, FL 33030 Mark Ryan
Town Manager Town of Indialantic 216 5th Avenue Indialantic, FL 32903	City Manager City of Indian Harbor Beach 2055 South Patrick Drive Indian Harbor Beach, FL 32937
Jason E. Brown County Administrator City of Indian River County Administration Office 1801 27th Street Vero Beach, FL 32960-3365	Taryn Kryzda County Administrator City of Jensen Beach 2401 SE Monterey Road Stuart, FL 34996
Michael A. Boyle Superintendent of Public Works City of LaBelle P.O. Box 458 LaBelle, FL 33975	Douglas C. Hoyt Town Manager City of Malabar 2725 Malabar Road Malabar, FL 32950-4427
Roberto Martell Mayor City of Medley 7777 NW 72nd Avenue Medley FL 33166	Mike McNees City Manager City of Melbourne City Hall, Fifth Floor 900 E. Strawbridge Avenue Melbourne, FL 32901
Head of Village Administration City of Melbourne Village 555 Hammock Road Melbourne Village, FL 32904	Daniel J. Alfonso City Manager City of Miami 444 SW 2nd Ave., 10th Floor Miami, FL 33130
Cameron Benson City Manager City of Miami Gardens 18605 NW 27th Avenue Miami Gardens, FL 33056	Alex Rey City of Miami Lakes Town Manager 6601 Main Street Miami Lakes, FL 33014
William Alonso City Manager City of Miami Springs 201 Westward Drive Miami Springs, FL 33166	Leondrae Camel City Manager City of South Bay 335 SW 2nd Avenue South Bay, FL 33493

Carlos Gimenez Mayor City of Miami-Dade Office of the Mayor Stephen P. Clark Center 111 N.W. 1st Street, 29th Floor Miami, FL 33128	Joe Griffin City Manager City of Sebastian City Hall 1225 Main Street Sebastian, FL 32958
Kathleen Woods-Richardson City Manager City of Miramar Office of the City Manager 2300 Civic Center Place Miramar, FL 33025	Ana M. Garcia City Manager City of N. Miami Beach NMB City Hall, 4th Floor 17011 NE 19th Avenue North Miami Beach, FL, 33162
Larry M. Spring City Manager City of North Miami 776 NE 125 Street North Miami, FL 33161	Yvette Harrell City Manager City of Opa Locka 780 Fisherman Street, 4th Floor Opa-locka, FL 33054
Gregg Lynk City Manager City of Palm Bay City Manager's Office 120 Malabar Road Palm Bay, FL 32907	Verdenia C. Baker County Adminstrator City of Palm Beach 301 N. Olive Avenue West Palm Beach, FL 33401
Town Clerk City of Palm Shores 247 Edwards Lane Palm Beach Shores, FL 33404	Edward Silva Village Manager Village of Palmetto Bay Municipal Center Office of the Village Manager 9705 East Hibiscus Street Palmetto Bay, FL 33157
Dr. Robert A. Levy Town Manager Town of Pembroke Park Town Hall 3150 SW 52nd Avenue Pembroke Park, FL 33023	Russ Blackburn City Manager City of Port St. Lucie 121 S.W. Port St. Lucie Blvd Port St. Lucie, FL 34984
Dr. Brenda Fettrow City Manager City of Rockledge 1600 Huntington Lane Rockledge, FL 32955	Courtney H. Barker City Manager City of Satellite Beach 565 Cassia Boulevard Satellite Beach, FL 32937

	T
Steven Alexander	Howard Tipton
City Manager	County Administrator
City of South Miami	St. Lucie County
City Hall, 1st Floor	St. Lucie County BOCC
6130 Sunset Drive	2300 Virginia Avenue
South Miami, FL 33143	Fort Pierce, FL 34982
Orlando Lopez	Scott Larese
Mayor	City Manager
City of Sweetwater	City of Titusville
500 S.W. 109 Avenue	P. O. Box 2806
Sweetwater, FL 33174	Titusville, FL 32781-2806
I D. O'C	Vesslyn Callons
James R. O'Connor	Yocelyn Galiano
City Manager	Village Manager Village of Pinecrest
City of Vero Beach P. O. Box 1389	Office of the Village Manager
	12645 Pinecrest Parkway
Vero Beach, FL 32961-1389	Pinecrest, FL 33156
	1 medest, FL 33130
Fred Spencer Deno IV	Scott Morgan
Mayor	City Manager
The Village of Virginia Gardens	City of West Melbourne
6498 N.W. 38th Terrace	2240 Minton Road, Second Floor
Virginia Gardens, FL 33166	West Melbourne, FL 32904
Yolanda Aguilar	
City Manager	
City of West Miami	
901 SW 62 Avenue	
West Miami, FL 33144	
Central Brevard Library	Hialeah John F. Kennedy
Attention: Director	Memorial Library
308 Forrest Avenue	Attention: Director
Cocoa, FL 32922	190 W. 49 Street
	Hialeah, FL 33012
\(\text{\text{\$\cdot\}}\)	D 10 AM I
Miami Dade Main Library	Broward County Main Library
Attention: Director	Attention: Director
101 West Flagler Street	100 S. Andrews Avenue
Miami, FL 33 128	Ft. Lauderdale, FL 33301
Dalas Dasah Caustu Lilian	Ct. Lucia County Dublic Library
Palm Beach County Library	St. Lucie County Public Library
Belle Glade Branch	Port St. Lucie Branch
530 South Main Street	180 SW Prima Vista
Belle Glade, FL 33430	Port St. Lucie, FL 34983

Martin County Public Library Hoke Library 1150 NW Jack Williams Way Jensen Beach, FL 34957	Indian River County Public Library 1600 21st Street Vero Beach, FL 32960
St. Lucie County Public Library Port St. Lucie Branch 180 SW Prima Vista Port St. Lucie, FL 34983	Doral Office 4045 N.W. 97th Avenue Doral, FL 33178-2300 USA
Brevard Service Center 4180 South US Highway 1 Rockledge, Florida 32955-5309	

By: _

Beth Keating
Gunster, Yoakley & Stewart, P.A.
215 South Monroe St., Suite 601

Tallahassee, FL 32301

(850) 521-1706