



Writer's Direct Dial Number: (850) 521-1706  
Writer's E-Mail Address: bkeating@gunster.com

May 1, 2020

**BY E-PORTAL**

Mr. Adam Teitzman  
Commission Clerk  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, FL 32399-0850

***Re: Docket No. 20200003-GU –Purchased Gas Adjustment (PGA) True-Up.***

Dear Mr. Teitzman:

Attached for electronic filing, please find the Florida City Gas's Petition for Approval of Final 2019 True Up, along with the Direct Testimony and Exhibit MB-1 of Mr. Miguel Bustos on behalf of Florida City Gas.

Thank you for your assistance with this filing. As always, please don't hesitate to let me know if you have any questions whatsoever.

Sincerely,

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

MEK  
cc: Parties of Record

**BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION**

In re: Purchased Gas Adjustment (PGA) True-Up

Docket No. 20200003-GU

Filed: May 1, 2020

**PETITION BY FLORIDA CITY GAS FOR APPROVAL OF  
THE PURCHASED GAS ADJUSTMENT 2019 FINAL TRUE-UP**

Florida City Gas (“FCG” or “the Company”) hereby submits this petition to the Commission requesting approval of the final Purchased Gas Adjustment (“PGA”) true-up amount for the period of January 1, 2019 through December 31, 2019. In support thereof, FCG states as follows:

1. The Company is a natural gas utility with its principal office located at:

Florida City Gas  
4045 NW 97<sup>th</sup> Avenue  
Doral, Florida 33178

2. Any pleading, motion, notice, order or other document required to be served upon FCG or filed by any party to this proceeding should be served upon the following individuals:

Beth Keating  
Gregory M. Munson  
Gunster, Yoakley & Stewart, P.A.  
215 South Monroe St., Suite 601  
Tallahassee, FL 32301  
(850) 521-1706  
[BKeating@gunster.com](mailto:BKeating@gunster.com)

Christopher Wright  
Senior Attorney  
Florida Power & Light Company  
700 Universe Blvd (JB/LAW)  
Juno Beach, Florida 33408  
(561) 691-7144  
[Christopher.Wright@fpl.com](mailto:Christopher.Wright@fpl.com)

3. The Commission has jurisdiction pursuant to Sections 366.04, 366.05, and 366.06, Florida Statutes (“F.S.”).

4. Natural gas utilities are permitted to seek recovery of the total costs incurred to procure and provide natural gas supply and capacity for their Sales Customers through a reconcilable PGA Factor. Natural gas utilities are required to annually true-up any PGA

over/under recoveries due to the differences between the amount of therms purchased by the utilities and the amount of therms sold to their Sales Customers. Interest on the true-up amounts accrues until such time as the true-up is either refunded to, or collected from the customers.<sup>1</sup>

5. FCG herein seeks Commission approval of its final PGA true-up amount for the period of January 1, 2019 through December 31, 2019. In support, FCG submits the Direct Testimony of Miguel Bustos and Exhibit MB-1, which consists of Schedule A-7 supplied by the Commission Staff for reporting the PGA true-up.

6. As explained in the Direct Testimony of Mr. Bustos, FCG's final net PGA true-up amount (including margin sharing, interest, adjustments, and the estimated over/under recovery) for the period January 1, 2019 through December 31, 2019 is an over-recovery of \$773,030. *See* Exhibit MB-1, Line 7. This over-recovery should be included in FCG's projected PGA Factor for the period January 1, 2021 through December 31, 2021.

---

<sup>1</sup> *See In re: Investigation of Purchased Gas Adjustment Clauses Utilized by Regulated Natural Gas Distributors*, Order No. 10237, Docket No. 800645-GU, 1981 Fla. PUC LEXIS 249 (FPSC Aug. 26, 1981); *In re: Surveillance of purchased gas adjustments*, Order No. 11212, Docket No. 820003-GU, 1982 Fla. PUC LEXIS 261 (FPSC Sept. 29, 1982); *In re: Consideration of change in frequency and timing of hearings for fuel and purchased power cost recovery clause, capacity cost recovery clause, generating performance incentive factor, energy conservation cost recovery clause, purchased gas adjustment (PGA) true-up, and environmental cost recovery clause*, Order No. PSC-98-0691-FOF-PU, Docket No. 980269-PU, 1998 Fla. PUC LEXIS 841 (FPSC May 19, 1998).

WHEREFORE, Florida City Gas respectfully requests that the Commission enter its order approving the Company's final net PGA true-up amount for the period January 2019 through December 2019.

Respectfully submitted this 1st day of May, 2020.



Beth Keating  
Gregory M. Munson  
Gunster, Yoakley & Stewart, P.A.  
215 South Monroe St., Suite 601  
Tallahassee, FL 32301

Christopher T. Wright  
Senior Attorney  
Florida Power & Light Company  
700 Universe Boulevard (JB/LAW)  
Juno Beach, Florida 33408  
Fla. Auth. House Counsel No. 1007055

*Attorneys for Florida City Gas*

**BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION**

**FLORIDA CITY GAS**

**DIRECT TESTIMONY OF MIGUEL BUSTOS**

**DOCKET NO. 20200003-GU**

**(2019 Final True-Up)**

**MAY 1, 2020**

1 **Q. Please state your name and business address.**

2 A. My name is Miguel Bustos. My business address is 4045 NW 97 Avenue, Doral,  
3 Florida 33178.

4 **Q. By whom are you employed and in what capacity?**

5 A. I am employed by Florida City Gas ("FCG" or "Company") as Manager of  
6 Governmental & Community Affairs. I have been with the Company for  
7 approximately 17 years.

8 **Q. What are your responsibilities as Manager of Governmental & Community  
9 Affairs?**

10 A. I am responsible for managing FCG's Purchased Gas Adjustment clause, the  
11 overall strategic design and management of the Company's energy efficiency  
12 programs, as well as development of strategies of new business channels and  
13 emerging technologies. I am also responsible for providing direction and  
14 oversight for the Company's implementation of governmental and community  
15 affairs. I have held these responsibilities since 2013.

16 **Q. Please describe your prior work experience and responsibilities.**

17 A. I began my career at FCG in 2003. I progressed through roles in operations,  
18 budgeting, accounting, and business operations. Prior to joining FCG, I was a  
19 corporate lead auditor in PricewaterhouseCoopers.

20 **Q. What is your educational background?**

21 A. I have a Bachelor of Science Degree in Accounting from the National Polytechnic  
22 Institute (Mexico City) and completed MBA coursework from the University of  
23 Americas.

1 **Q. Please explain the purpose of your testimony.**

2 A. The purpose of my testimony is to present FCG's final Purchased Gas  
3 Adjustment ("PGA") final true-up amount for the period of January 1, 2019  
4 through December 31, 2019.

5 **Q. Has the Company prepared the form prescribed by this Commission for  
6 this purpose?**

7 A. Yes. Attached to my testimony as Exhibit MB-1 is Schedule A-7, which is the  
8 PGA true-up reporting form supplied by the Commission Staff. This schedule  
9 provides the total actual fuel cost for the period in question, the total actual fuel  
10 revenues for that the period, and the resulting over or under-recovery amount.

11 **Q. What was the total gas cost incurred by the Company during the period of  
12 January 1, 2019 through December 31, 2019?**

13 A. The total cost of gas for this period is \$20,565,777, as shown on Line 1 of Exhibit  
14 MB-1.

15 **Q. What was the total amount of gas revenues recovered through the PGA  
16 during the period of January 1, 2019 through December 31, 2019?**

17 A. The Company recovered a total of \$20,556,067 through the PGA as shown on  
18 Line 2 of Exhibit MB-1.

19 **Q. What is the Company's actual over/under recovery amount for the period of  
20 January 1, 2019 through December 31, 2019?**

21 A. The actual over/under recovery amount for this period, including margin sharing  
22 (Line 1a), adjustments (Line 3a), and interest (Line 4), is an under-recovery of  
23 \$4,954 as shown on Line 5 of Exhibit MB-1.

1 **Q. Is this amount net of the estimated true-up for the period January 1, 2019**  
2 **through December 31, 2019 that was included in the PGA Factor being**  
3 **charged for the period of January 2020 through December 2020 (“2020 PGA**  
4 **Factor”)?**

5 A. No. As shown on Line 6 of Exhibit MB-1, there was an estimated under-recovery  
6 of \$777,984 for the period January 1, 2019 through December 31, 2019 that was  
7 included in the 2020 PGA Factor. The final true-up amount, net of the estimated  
8 under-recovery included in the 2020 PGA Factor, is an over-recovery of  
9 \$773,030, as shown on Line 7 of FCG Exhibit MB-1.

10 **Q. Does this conclude your testimony?**

11 A. Yes.

COMPANY: FLORIDA CITY GAS		FINAL FUEL OVER/UNDER RECOVERY		SCHEDULE A-7
FOR THE PERIOD:		JANUARY 19	Through	DECEMBER 19
1	ACTUAL FUEL COST FOR THE PERIOD			\$22,127,131
1a	OSS MARGIN SHARING			(\$1,561,354)
1b	TOTAL ACTUAL FUEL COST FOR THE PERIOD		A-2 Line 3	\$20,565,777
2	TOTAL ACTUAL FUEL REVENUES FOR THE PERIOD		A-2 Line 6	\$20,556,067
3	ACTUAL OVER/(UNDER) RECOVERY FOR THE PERIOD (Line 2- Line 1)		A-2 Line 7	(\$9,710)
3a	PRIOR PERIOD ADJUSTMENT		A-2 Line 10a	\$0
4	INTEREST PROVISION		A-2 Line 8	\$4,756
5	ACTUAL OVER/(UNDER) RECOVERY FOR THE PERIOD (Lines 3 + 3a + 3b + 4)			(\$4,954)
6	LESS: ESTIMATED OVER/(UNDER) RECOVERY FOR THE PERIOD JAN 19 through DEC 19 WHICH WAS INCLUDED IN THE CURRENT PERIOD RECOVERY FACTOR (JAN 20 through DEC 20)			<u>(\$777,984)</u>
7	FINAL FUEL OVER/(UNDER) RECOVERY TO BE INCLUDED IN THE PROJECTED PERIOD (JAN 21 through DEC 21) (Line 5- Line 6)			<u>\$773,030</u>

**CERTIFICATE OF SERVICE**

I HEREBY CERTIFY that a true and correct copy of Florida City Gas's Petition for Approval of the Purchased Gas True-Up in Docket No. 20200003-GU, along with the Direct Testimony of Mr. Miguel Bustos and Exhibit MB-1, has been furnished by Electronic Mail to the following parties of record this 1st day of May 2020:

Florida Public Utilities Company Mike Cassel 208 Wildlight Ave. Yulee FL 32097 <a href="mailto:mcassel@fpuc.com">mcassel@fpuc.com</a>	MacFarlane Ferguson Law Firm Andrew Brown/Thomas R. Farrior P.O. Box 1531 Tampa, FL 33601-1531 <a href="mailto:AB@macfar.com">AB@macfar.com</a> <a href="mailto:trf@macfar.com">trf@macfar.com</a>
Kurt Schrader, Esquire Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399 <a href="mailto:kschrad@psc.state.fl.us">kschrad@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:christensen.patty@leg.state.fl.us">christensen.patty@leg.state.fl.us</a> <a href="mailto:kelly.jr@leg.state.fl.us">kelly.jr@leg.state.fl.us</a>
Peoples Gas System Paula Brown/Kandi Floyd P.O. Box 111 Tampa, FL 33601-0111 <a href="mailto:regdept@tecoenergy.com">regdept@tecoenergy.com</a> <a href="mailto:kfloyd@tecoenergy.com">kfloyd@tecoenergy.com</a>	St. Joe Natural Gas Company, Inc. Andy Shoaf P.O. Box 549 Port St. Joe, FL 32457-0549 <a href="mailto:Andy@stjoegas.com">Andy@stjoegas.com</a>

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

*Attorney for Florida City Gas*