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April 3, 2023

**BY E-PORTAL**

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

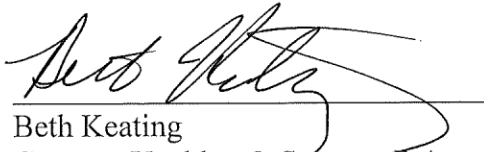
**Re: Docket No. 20230001-EI: Fuel and purchased power cost recovery clause with  
generating performance incentive factor.**

Dear Mr. Teitzman:

Attached for filing, please find Florida Public Utilities Company's Petition for Approval of 2022 Final True Up, along with the Testimony and Exhibit CDY-1 of Curtis D. Young.

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://(Certificate of Service)

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Fuel and purchased power cost recovery clause with generating performance incentive factor. || DOCKET NO. 20230001-EI  
DATED: April 3, 2023

**FLORIDA PUBLIC UTILITIES COMPANY'S  
PETITION FOR APPROVAL  
OF FUEL ADJUSTMENT AND PURCHASED POWER COST RECOVERY FINAL  
TRUE-UP AMOUNT FOR PERIOD ENDED DECEMBER 2022**

Florida Public Utilities Company (FPUC or Company), by and through its undersigned counsel, hereby files this Petition asking the Florida Public Service Commission (FPSC or Commission) for approval of FPUC's fuel adjustment and purchased power cost recovery final net true-up amount for the period ended December 2022. In support of this request, the Company hereby states:

- 1) FPUC is an electric utility subject to the Commission's jurisdiction. Its principal business address is:

Florida Public Utilities Company  
208 Wildlight Ave.  
Yulee, FL 32097

- 2) The name and mailing address of the persons authorized to receive notices are:

Beth Keating, Esq.  
Gunster, Yoakley & Stewart, P.A.  
215 South Monroe Street, Suite 601  
Tallahassee, FL 32301-1839  
[bkeating@gunster.com](mailto:bkeating@gunster.com)  
(850) 521-1706

Mike Cassel  
VP, Governmental and Regulatory Affairs  
Florida Public Utilities Company  
208 Wildlight Ave.  
Yulee, FL 32097  
[mcassel@fpuc.com](mailto:mcassel@fpuc.com)

- 3) Consistent with the requirements for this proceeding, the Company has prefiled the fuel adjustment and purchased power cost recovery true-up forms supplied by the Commission consistent with the requirements for such filings.

4) With this Petition, the Company is also submitting the Direct Testimony and Exhibit CDY-1 of Mr. Curtis Young in support of the Company's request for approval of the final true-up amount.

5) The final remaining true-up amount for the period ended December 2022 is an under-recovery of \$9,648,946, reflecting an actual, end of period under recovery \$30,840,177 under recovery, as compared to the Company's projected under-recovery amount of \$21,191,231. The actual, end of period under-recovery amount also reflects amounts applied to the Company's Fuel and Purchased Cost Recovery balance, as a result of settlements approved by the Commission in Dockets Nos. 20180048-EI and 20190156-EI.

6) The Commission-approved total true-up amount to be collected for the period January 2023 through December 2023 by the Company was a \$7,063,744 under-recovery, reflecting recovery of 1/3 of the total under-recovery of \$21,191,231, which, as reflected in Commission Order No. PSC-2023-0026-FOF-EI, will be recovered over the 2023-2025 period. In addition, the projected net fuel and purchased power cost recovery amount included in the factors was \$75,491,471.

7) The Company now therefore seeks approval to include the final remaining true-up amount, which is an under-recovery of \$9,648,946, in the calculation of cost recovery factors for the period beginning January 2024.

WHEREFORE, FPUC respectfully requests that the Commission approve the Company's final net true-up amounts for the period ended December 2022 as set forth above.

RESPECTFULLY SUBMITTED this 3rd day of April, 2023.

*s/Beth Keating*

Beth Keating  
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215 South Monroe St., Suite 601  
Tallahassee, FL 32301  
(850) 521-1706  
[bkeating@gunster.com](mailto:bkeating@gunster.com)

*Attorneys for Florida Public Utilities Company*

**CERTIFICATE OF SERVICE**

**I HEREBY CERTIFY** that a true and correct copy of the foregoing Petition for Approval of Final True-Up, as well as the Direct Testimony and Exhibit CDY-1 of Curtis D. Young, has been furnished by Electronic Mail to the following parties of record this 3rd day of April, 2023:

Suzanne Brownless Ryan Sandy Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850 <a href="mailto:sbrownle@psc.state.fl.us">sbrownle@psc.state.fl.us</a> <a href="mailto:rsandy@psc.state.fl.us">rsandy@psc.state.fl.us</a>	J. Jeffrey Wahlen/Malcolm Means/Virginia Ponder Ausley Law Firm Post Office Box 391 Tallahassee, FL 32302 <a href="mailto:jwahlen@ausley.com">jwahlen@ausley.com</a> <a href="mailto:mmeans@ausley.com">mmeans@ausley.com</a> <a href="mailto:vponder@ausley.com">vponder@ausley.com</a>
P. Christensen / Charles Rehwinkel/Mary Wessling Office of Public Counsel c/o The Florida Legislature 111 W. Madison Street, Room 812 Tallahassee, FL 32399-1400 <a href="mailto:Wessling.Mary@leg.state.fl.us">Wessling.Mary@leg.state.fl.us</a> <a href="mailto:Rehwinkel.Charles@leg.state.fl.us">Rehwinkel.Charles@leg.state.fl.us</a> <a href="mailto:Christensen.patty@leg.state.fl.us">Christensen.patty@leg.state.fl.us</a>	James W. Brew/Laura Baker Stone Matheis Xenopoulos & Brew, PC Eighth Floor, West Tower 1025 Thomas Jefferson Street, NW Washington, DC 20007 <a href="mailto:jbrew@smxblaw.com">jbrew@smxblaw.com</a> <a href="mailto:lwb@smxblaw.com">lwb@smxblaw.com</a>
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Ms. Paula K. Brown Tampa Electric Company Regulatory Affairs P.O. Box 111 Tampa, FL 33601-0111 <a href="mailto:Regdept@tecoenergy.com">Regdept@tecoenergy.com</a>	Florida Industrial Users Power Group Jon C. Moyle, Jr. Moyle Law Firm 118 North Gadsden Street Tallahassee, FL 32301 <a href="mailto:jmoyle@moylelaw.com">jmoyle@moylelaw.com</a>

<p>Mike Cassel Florida Public Utilities Company 208 Wildlight Ave. Yulee, FL 32097 <a href="mailto:mcassel@fpuc.com">mcassel@fpuc.com</a></p>	<p>Matthew Bernier Robert Pickels Stephanie Cuello Duke Energy 106 East College Avenue, Suite 800 Tallahassee, FL 32301 <a href="mailto:Matthew.Bernier@duke-energy.com">Matthew.Bernier@duke-energy.com</a> <a href="mailto:Robert.Pickels@duke-energy.com">Robert.Pickels@duke-energy.com</a> <a href="mailto:Stephanie.Cuello@duke-energy.com">Stephanie.Cuello@duke-energy.com</a></p>
	<p>Dianne M. Triplett Duke Energy 299 First Avenue North St. Petersburg, FL 33701 <a href="mailto:Dianne.Triplett@duke-energy.com">Dianne.Triplett@duke-energy.com</a></p>

By:     *s/Beth Keating*      
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(850) 521-1706

**BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION**

Docket No. 20230001-EI  
Fuel and Purchased Power Cost Recovery Clause  
Direct Testimony of  
Curtis Young  
(2022 Final True-Up)  
on behalf of  
Florida Public Utilities Company

1 Q. Please state your name and business address.

2 A. Curtis Young, 1635 Meathe Road, West Palm Beach, Florida 33411.

3 Q. By whom are you employed?

4 A. I am employed by Florida Public Utilities Company.

5 Q. Could you give a brief description of your background and business experience?

6 A. I am the Senior Regulatory Analyst for Florida Public Utilities Company. I have  
7 performed various accounting and analytical functions including regulatory filings,  
8 revenue reporting, account analysis, recovery rate reconciliations and earnings  
9 surveillance. I'm also involved in the preparation of special reports and schedules  
10 used internally by division managers for decision making projects. Additionally, I  
11 coordinate the gathering of data for the FPSC audits.

12 Q. What is the purpose of your testimony?

13 A. The purpose of my testimony is to present the calculation of the final remaining true-  
14 up amounts for the period January 2022 through December 2022.

15 Q. Have you included any exhibits to support your testimony?

16 A. Yes. Exhibit \_\_\_\_\_ (CDY-1 ) consists of Schedules A, E1-B and C-1 for the  
17 Consolidated Electric Division. These schedules were prepared from the records of  
18 the company.

1 Q. What has FPUC calculated as the final remaining true-up amounts for the period  
2 January 2022 through December 2022?

3 A. For the Consolidated Electric Division the final remaining true-up amount is an under  
4 recovery of \$9,648,946.

5 Q. How was this amount calculated?

6 A. It is the difference between the actual end of period true-up amount for the January  
7 through December 2022 period and the total true-up amount to be collected or  
8 refunded during the January 2023 - December 2025 period.

9 Q. What was the actual end of period true-up amount for January - December 2022?

10 A. For the Consolidated Electric Division it was \$30,840,177 under recovery.

11 Q. What was the Commission-approved amount to be collected or refunded during the  
12 January 2023 – December 2025 period?

13 A. A consolidated under-recovery of \$21,191,231 to be collected. However as approved  
14 in Commission Order No. PSC-2023-0026-FOF-EI, only \$7,063,744 (1/3 of this  
15 amount) is to be recovered during the period January 2023 – December 2023.

16 Q. Does the Company anticipate requiring a midcourse adjustment for 2023?

17 A. No, not at this time. Although the 2022 True-up calculations result in an additional  
18 under-recovery of \$9,648,946, an updated forecast of the Company's 2023 purchased  
19 power costs produced lower amounts than what was estimated in the Company's  
20 2023 Projection filing. Therefore, the Company anticipates that, based on our current  
21 estimates, the Company can expect a total under-recovery by year end 2023 that is  
22 not significantly different from the current under-recovery produced by the  
23 Company's 2022 Final True Up calculations, which mitigates the necessity of a



1 midcourse adjustment. The decision not to pursue a mid-course correction is,  
2 however, subject to change in the event that a material increase in gas prices occurs  
3 in 2023.

4 Q. Does this conclude your direct testimony?

5 A. Yes, it does.

FLORIDA PUBLIC UTILITIES  
 FINAL FUEL AND PURCHASED POWER OVER/(UNDER) RECOVERY  
 FOR THE PERIOD  
 JANUARY 2022 THROUGH DECEMBER 2022

CONSOLIDATED ELECTRIC DIVISION

1 JURISDICTIONAL FUEL COSTS (INCL. ALL ADJUSTMENTS)	\$ 73,608,999
2 JURISDICTIONAL FUEL REVENUES APPLICABLE TO THE PERIOD	<u>46,966,523</u>
3 ACTUAL OVER/(UNDER) RECOVERED FUEL COSTS FOR THE PERIOD	(26,642,476)
4 TRUE-UP PROVISION 2021 TO BE COLLECTED	(2,473,457)
5 INTEREST	(407,387)
6 TRUE-UP COLLECTED	2,473,457
7 PRIOR PERIOD TRUE-UP (ACTUAL ENDING 12/2021)	<u>(3,790,314)</u>
8 ACTUAL OVER/(UNDER) RECOVERY FOR THE PERIOD (LINE 3 + LINE4 + LINE 5 + LINE6 + LINE7)	(30,840,177)
9 PROJECTED UNDER-RECOVERY PER PROJECTION FILED 7/27/2022	<u>(21,191,231)</u>
<b>10 FINAL FUEL OVER/(UNDER) RECOVERY (LINE 8 - LINE 9)</b>	<b><u><u>\$ (9,648,946)</u></u></b>

Exhibit No. \_\_\_\_\_

DOCKET NO. 20230001-EI

Florida Public Utilities Company

(CDY - 1)

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FLORIDA PUBLIC UTILITIES COMPANY
CALCULATION OF PURCHASED POWER COSTS AND CALCULATION OF TRUE-UP AND INTEREST PROVISION-EXCLUDING GSLD1
ACTUAL/ESTIMATED FOR THE PERIOD: JANUARY 2022 THROUGH DECEMBER 2022
BASED ON SIX MONTHS ACTUAL AND SIX MONTHS ESTIMATED
(EXCLUDES LINE LOSS, EXCLUDES TAXES)

CONSOLIDATED

Table with columns for months (Jan 2022 to Dec 2022) and Total. Rows include categories like Total System Sales, West-Rock Purchases, Rayonier Purchases, Energy Purchases, FPL Purchases, Generation Demand, Transmission Demand, Demand and Non-Fuel, Net Purchased Power Costs, Sales Revenues, Unbilled Fuel Revenues, Net Purchased Power and Other Fuel Costs, Annual State Income Tax Savings, True-up Calculation, and Average Annual Interest Rate.

\* Includes: Consulting fees, Legal fees and Taxes on Company Use.

Exhibit No. DOCKET NO. 20230001-EI Florida Public Utilities Company (CDFY-1) Page 2 of 3

10% Rule Interest Provision: -43.46%

