BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Purchased Gas Adjustment) DOCKET NO. 940003-GU (PGA) True-Up) ORDER NO. PSC-94-0385-FOF-GU) ISSUED: April 1, 1994

The following Commissioners participated in the disposition of this matter:

J. TERRY DEASON, Chairman SUSAN F. CLARK DIANE K. KIESLING

APPEARANCES:

WAYNE L. SCHIEFELBEIN, Esquire, Gatlin, Woods, Carlson & Cowdery, 1709-D Mahan Drive, Tallahassee, Florida 32308 On behalf of Chesapeake Utilities Corporation

JOSEPH A. MCGLOTHLIN, Esquire, and VICKI GORDON KAUFMAN, McWirter, Reeves, McGlothlin, Davidson and Bakas, 315 South Calhoun Street, Suite 716, Tallahassee, Florida 32312 On behalf of City Gas Company of Florida

FLOYD SELF, Esquire, Messer, Vickers, Caparello, Madsen, Lewis, Goldman & Metz, P.A., Post Office Box 1876, Tallahassee, Florida 32302-1876

On behalf of Florida Public Utilities Company, South Florida Natural Gas Company and West Florida Natural Gas Company

MATTHEW R. COSTA, Esquire, Macfarlane, Ausley, Ferguson & McMullen, P.O. Box 1531, Tampa, Florida 33601 and ROBERT SCHEFFEL WRIGHT, Esquire, Fine, Jacobson, Schwartz & Nash, P.A.

On behalf of Peoples Gas System, Inc.

JOHN ROGER HOWE, Esquire, Office of Public Counsel, c/o The Florida Legislature, 111 West Madison Street, Suite 812, Tallahassee, Florida 32399-1400 On behalf of the Citizens of the State of Florida.

ROBERT V. ELIAS, Esquire, 101 East Gaines Street, Tallahassee, Florida 32399-0863 On behalf of the Staff of the Florida Public Service Commission.

> DOCUMENT NUMBER-DATE 03063 APR-1 : A FPSC-RECORDS/REPORTING

> PRENTICE P. PRUITT, Esquire, Office of the General Counsel, 101 East Gaines Street, Tallahassee, Florida, 32399-0861 Counsel to the Commissioners.

ORDER APPROVING PURCHASED GAS ADJUSTMENT TRUE-UP AMOUNTS AND ESTABLISHING PURCHASED GAS COST RECOVERY FACTORS (CAPS) TO BE APPLIED DURING THE PERIOD APRIL 1994 THROUGH MARCH, 1995

BY THE COMMISSION:

As part of the continuing fuel cost recovery, oil backout cost recovery, conservation cost recovery, and purchased gas cost recovery proceedings, pursuant to notice, a hearing was held in this docket and in Docket Nos. 940001-EI and 940002-EG on March 9, 1993.

Florida Public Utilities Company (FPUC), Chesapeake Utilities Corporation, Florida Division (CUC), City Gas Company (CGC), Indiantown Gas Company (IGC), South Florida Natural Gas Company (SFNG), Peoples Gas System, Inc. (PGS), St. Joe Natural Gas Company (SJNG), Sebring Gas System, Inc. (SGS) and West Florida Natural Gas Company (WFNG) submitted testimony and exhibits in support of their proposed net true-up amounts, projected end-of-period net true-up amounts and their purchased gas cost recovery factors. At the Prehearing Conference, Staff, the Office of Public Counsel, all other intervenors and the utilities reached agreement as to the appropriate true-up amounts and recovery factors for all utilities. The case was presented to the panel as a stipulation.

Adjusted True-ups, Projected True-ups and Cost Recovery Factors

The parties stipulated to the purchased gas cost recovery true-up amounts for the various periods, and the appropriate factors to be applied during the April, 1994 through March, 1995 period. We accept the stipulations as reasonable and supported by competent substantial evidence of record.

We find that the appropriate final purchased gas adjustment true-up amounts for the period April, 1993 through September, 1993 are as follows:

Chesapeake Utilities Corporation:

\$205,485 Overrecovery

City Gas Company:

\$40,068 Overrecovery

Florida Public Utilities Company:	\$386,226 Underrecovery
Indiantown Gas Company:	\$684 Overrecovery
Peoples Gas System, Inc.:	\$6,019,568 Overrecovery
Saint Joe Natural Gas Company:	\$26,476 Underrecovery
Sebring Gas System, Inc.:	\$16,694 Overrecovery
South Florida Natural Gas Company:	\$10,169 Overrecovery
West Florida Natural Gas Company:	\$2,247,741 Underrecovery

We find that the estimated purchased gas adjustment true-up amounts for the period October, 1993 through March, 1994 are as follows:

Chesapeake Utilities Corporation	\$118,541	Underrecovery
City Gas Company of Florida	\$204,467	Overrecovery
Florida Public Utilities	\$798,041	Overrecovery
Indiantown Gas Company	\$3,748	Underrecovery
Peoples Gas System, Inc.	\$5,695,860	Underrecovery
Sebring Gas System, Inc.	\$14,375	Underrecovery
St. Joe Natural Gas Company	\$57,383	Overrecovery
South Florida Natural Gas Company	\$51,041	Overrecovery
West Florida Natural Gas Company	\$32,773	Underrecovery

We find that the appropriate total purchased gas adjustment true-up amounts to be collected during the period April, 1994 through March, 1995 are as follows: Chesapeake Utilities Corporation \$86,944 Overrecovery City Gas Company of Florida \$164,399 Overrecovery

\$411,815 Overrecovery

Florida Public Utilities

Indiantown Gas Company	\$3,068	Underrecovery
Peoples Gas System, Inc.	\$323,708	Overrecovery
Sebring Gas System, Inc.	\$2,319	Overrecovery
St. Joe Natural Gas Company	\$30,907	Overrecovery
South Florida Natural Gas Company	\$61,210	Overrecovery
West Florida Natural Gas Company	\$2,280,514	Underrecovery

We find that the appropriate levelized purchased gas cost recovery (cap) factors for the period April, 1994 through March, 1995 are as follows:

Chesapeake Utilities Corporation	35.082 cents per therm
City Gas Company of Florida	46.759 cents per therm
Florida Public Utilities	42.135 cents per therm
Indiantown Gas Company	30.500 cents per therm
Peoples Gas System, Inc.	35.531 cents per therm
Sebring Gas System, Inc.	35.700 cents per therm
St. Joe Natural Gas Company	35.600 cents per therm
South Florida Natural Gas Company	28.922 cents per therm
West Florida Natural Gas Company	42.199 cents per therm

We find that the factors shall be effective for all meter readings on or after April 1, 1994, beginning with the first or applicable billing cycle for the period April, 1994 through March, 1995.

In consideration of the foregoing, it is

ORDERED by the Florida Public Service Commission that the findings and stipulations set forth in the body of this Order are hereby approved. It is further

ORDERED that the utilities named herein are authorized to collect the purchased gas cost recovery amounts and utilize the

factors approved herein for bills rendered for meter readings taken between April 1, 1994 through March 31, 1995.

By ORDER of the Florida Public Service Commission, this <u>lst</u> day of <u>April</u>, <u>1994</u>.

BLANCA S. BAYO, Direc

Division of Records and Reporting

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NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.59(4), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

Any party adversely affected by the Commission's final action in this matter may request: 1) reconsideration of the decision by filing a motion for reconsideration with the Director, Division of Records and Reporting within fifteen (15) days of the issuance of this order in the form prescribed by Rule 25-22.060, Florida Administrative Code; or 2) judicial review by the Florida Supreme Court in the case of an electric, gas or telephone utility or the First District Court of Appeal in the case of a water or sewer utility by filing a notice of appeal with the Director, Division of Records and Reporting and filing a copy of the notice of appeal and the filing fee with the appropriate court. This filing must be completed within thirty (30) days after the issuance of this order, pursuant to Rule 9.110, Florida Rules of Appellate Procedure. The notice of appeal must be in the form specified in Rule 9.900 (a), Florida Rules of Appellate Procedure.