

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

September 26, 2014

BY E-PORTAL/ELECTRONIC FILING

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

Re: Docket No. 140003-GU –Purchased Gas Adjustment (PGA) True-Up.

Dear Ms. Stauffer:

Attached for electronic filing, please find the Prehearing Statement 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. 140003-GU

Filed: September 26, 2014

**FLORIDA CITY GAS COMPANY'S
PREHEARING STATEMENT**

Pursuant to the requirements of the Order on Procedure, Order No. PSC-14-0083-PCO-GU, Florida City Gas hereby submits its Prehearing Statement.

A. Known Witnesses

Florida City Gas intends to offer the 2013 true-up testimony of Thomas Kaufmann, as filed on April 30, 2014, as well as the true-up factor testimony of Mr. Kaufmann, which was submitted on August 22, 2014.

Thomas Kaufmann Issues 1-5

B. Known Exhibits

Florida City Gas intends to sponsor the following exhibits:

Kaufmann	TK-1	Final Fuel Over/Under Recovery (Schedule A-7)
	TK-2	Schedules E-1 Winter, E-1, E-1/R, E-2, E-3, E-4, E-5

C. Basic Position

Florida City Gas has appropriately calculated its true-up amounts and purchased gas adjustment factor as shown in the Company's positions on Issues 1-5.

D. – F. Issues

Florida City Gas' position on the issues identified are as follows:

Issue 1: What are the final purchased gas adjustment true-up amounts for the period January 2013 through December 2013?

Florida City Gas: An over-recovery of \$1,332,078.

Issue 2: What are the actual/estimated purchased gas adjustment true-up amounts for the period January 2014 through December 2014?

Florida City Gas: An under-recovery of \$1,069,341.

Issue 3: What are the total purchased gas adjustment true-up amounts to be collected during the period January 2015 through December 2015?

Florida City Gas: An over-recovery of \$262,737, for a true-up refund factor of 00.606 cents per therm.

Issue 4: What are the levelized purchased gas cost recovery (cap) factors for the period January 2015 through December 2015?

Florida City Gas: Based on the winter months of October through March the appropriate (cap) factors are 87.841 cents per therm before the regulatory assessment fees are added and 88.283 cents per therm with regulatory assessment fees included.

Issue 5: What should be the effective date of the new purchased gas adjustment charge for billing purposes?

Florida City Gas: The factors should be effective for all meter readings on or after January 1, 2015 and should apply for bills rendered for meter readings taken between January 1, 2015 and December 31, 2015.

G. Stipulated Issues

Florida City Gas is not a party to any stipulations at this time, although it believes that it should be possible to reach a stipulation on each of the above issues as they relate to Florida City Gas.

H. Pending Motions

None at this time.

I. Pending Confidentiality Requests

Florida City Gas has no pending requests for confidentiality.

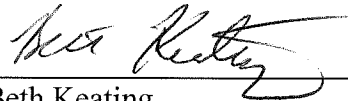
J. Compliance With Order on Procedure

Florida City Gas believes that this Prehearing Statement fully complies with the requirements of the Order on Procedure.

K. Objections to Witness Qualifications

Florida City Gas has no objection to the qualifications of any expert witness.

RESPECTFULLY SUBMITTED this 26th day of September, 2014.

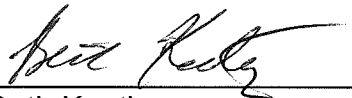


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CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished by Electronic Mail to the following parties of record this 26th day of September, 2014:

Florida Public Utilities Company Cheryl Martin 911 South 8th Street Fernandina Beach, FL 32034	MacFarlane Ferguson Law Firm Ansley Watson, Jr. P.O. Box 1531 Tampa, FL 33601-1531
Jennifer Crawford, Esquire Keino Young, Esquire Kyesha Mapp, Esquire Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399	Office of Public Counsel J.R. Kelly/Patricia Christensen c/o The Florida Legislature 111 West Madison Street Room 812 Tallahassee, FL 32399-1400
Peoples Gas System Paula Brown/Kandi Floyd P.O. Box 111 Tampa, FL 33601-0111	St. Joe Natural Gas Company, Inc. Mr. Andy Shoaf P.O. Box 549 Port St. Joe, FL 32457-0549
Florida City Gas Carolyn Bermudez 933 East 25 th Street Hialeah, FL 33013-3498	AGL Resources Inc. Elizabeth Wade Ten Peachtree Place Location 1470 Atlanta, GA 30309



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