## State of Florida



# **Public Service Commission**

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD TALLAHASSEE, FLORIDA 32399-0850

-M-E-M-O-R-A-N-D-U-M-

DATE:

December 7, 2015

TO:

Carlotta S. Stauffer, Commission Clerk, Office of Commission Clerk

FROM:

Pamela H. Page, Senior Attorney, Office of the General Counsel

RE:

Docket No. 15-0241 - Comments from OPC and Peoples Gas to be filed in the

Docket File

Please file the attached comments from the Office of Public Counsel and Peoples Gas in the docket file for Docket No. 15-0241. Please call me at x36214 should you have any questions. Thank you.

Attachments

PHP

RECEIVED-FPSC 2015 DEC -7 PM 2: 42 COMMISSION

#### **Don Rome**

From:

Pamela H. Page

Sent:

Friday, November 06, 2015 9:02 AM

To:

Elisabeth Draper; Don Rome

Subject: Attachments: FW: Customer Billing, Deposit, and Information Rules 09.25%20draft%2025-6.097cjr edits.docx; 09.25%20draft%2025-6.100 cjt edits.docx;

09.25%20draft%2025-7.083 cjr edit.docx; 09.25%20draft%2025-7.085 cjr edits.docx

Good Morning Elisabeth and Don, For your reference. Thanks, Pam.

From: Kelly, JR [mailto:KELLY.JR@leg.state.fl.us]

Sent: Friday, November 06, 2015 8:55 AM

To: Pamela H. Page

Subject: Customer Billing, Deposit, and Information Rules

Pamela – OPC has very minor edits/comments for your consideration. Please see attached and let me know if you have any questions. Thank you again for the extension of time to review these and offer our input. Hope you have a good weekend.

JR

J.R. Kelly Office of Public Counsel 111 West Madison Street Room 812 Tallahassee, FL 32399-1400 850-488-9330 850-487-6419 Fax

#### 25-6.097 Customer Deposits.

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bond.

contained in the contract of guaranty.

(b) The applicant pays a cash deposit.

3	methodology contain their specific criteria for determining the amount of the initial deposit
4	charged for existing accounts and new service requests. The methodology shall conform to
5	paragraph 366.05(1)(c), F.S. Each utility may require an applicant for service to satisfactorily
6	establish credit, but such establishment of credit shall not relieve the customer from
7	complying with the utilities' rules for prompt payment of bills. Credit will be deemed so
8	established if:
9	(2) Each utility may require an applicant for service to satisfactorily establish credit, but such
10	establishment of credit shall not relieve the customer from complying with the utility sies
11	rules for payment of bills. Credit will be deemed so established if:
12	(a) The applicant for service furnishes a satisfactory guarantor to secure payment of bills for
13	the service requested. For residential customers, a satisfactory guarantor shall, at the
14	minimum, be a customer of the utility with a satisfactory payment record. For non-residential
15	customers, a satisfactory guarantor need not be a customer of the utility. Each utility shall
16	develop minimum financial criteria that a proposed guarantor must meet to qualify as a
17	satisfactory guarantor. A copy of the criteria shall be made available to each new non-
18	residential customer upon request by the customer. A guarantor's liability shall be terminated
19	when a residential customer whose payment of bills is secured by the guarantor meets the

2 | (1) Deposit required; establishment of credit. Each company's utility's tariff shall state the

Comment [CR1]: The rule speaks to the relationship of the utility with the individual customer so the reference here should be singular.

CODING: Words  $\underline{underlined}$  are additions; words in  $\underline{struck \cdot through}$  type are deletions from existing law.

(c) The applicant for service furnishes an irrevocable letter of credit from a bank or a surety

requirements of subsection (32) of this rule. Guarantors providing security for payment of

residential customers' bills shall only be liable for bills contracted at the service address

- 1 (32) Refund of deposits. After a customer has established a satisfactory payment record and
- 2 has had continuous service for a period of 23 months, the utility shall refund the residential
- 3 customer's deposits and shall, at the utility's its option, either refund or pay the higher rate of
- 4 interest specified below for nonresidential deposits, providing the customer has not, in the
- 5 preceding 12 months:
- 6 (a) Made more than one late payment of a bill (after the expiration of 20 days from the date of
- 7 mailing or delivery by the utility).
- 8 (b) Paid with a check refused by a bank.
- 9 (c) Been disconnected for nonpayment, or at any time.
- 10 (d) Tampered with the electric meter, or
- 11 (e) Used service in a fraudulent or unauthorized manner.
- 12 (43) Deposits for existing accounts New or additional deposits. A utility may charge require,
- 13 upon reasonable written notice to the customer of not less than thirty (30) days, a new deposit,
- 14 where previously waived or returned, or additional deposit on an existing account, in order to
- 15 secure payment of eurrent bills. Such request for a deposit shall be separate and apart from any
- 16 | bill for service and shall explain the reason for the such new or additional deposit, provided,
- 17 however, that the total amount of the required deposit shall not exceed an amount equal to
- 18 twice the average charges for actual usage of electric service for the twelve month period
- 19 immediately prior to the date of notice. In the event the customer has had service less than
- 20 twelve months, then the utility shall base its new or additional deposit upon the average actual
- 21 monthly usage available. The deposit charged must conform to the requirements of Section
- 22 366.05(1)(c)1., F.S.
- 23  $(\underline{5}4)$  Interest on deposits.
- 24 (a) Each electric utility which requires deposits to be made by its customers shall pay a
- 25 minimum interest on such deposits of 2 percent per annum. The utility shall pay an interest CODING: Words <u>underlined</u> are additions; words in <del>struck through</del> type are deletions from existing law.

1	rate of 3 percent per annum on deposits of nonresidential customers qualifying under
2	subsection (32) when the utility elects not to refund such deposit after 23 months. Such
3	interest rates shall be applied within 45 days of the effective date of the rule.
4	(b) The deposit interest shall be simple interest in all cases and settlement shall be made
5	annually, either in cash or by credit on the current bill. This does not prohibit any utility
6	paying a higher rate of interest than required by this rule. No customer depositor shall be
7	entitled to receive interest on a his deposit until and unless a customer relationship and the
8	deposit have been in existence for a continuous period of six months, then the customer he
9	shall be entitled to receive interest from the day of the commencement of the customer
10	relationship and the placement of deposit. Nothing in this rule shall prohibit a utility from
11	refunding at any time a deposit with any accrued interest.
12	(65) Record of deposits. Each utility having on hand deposits from a customer or hereafter
13	receiving deposits from them shall keep records to show:
14	(a) The name of each customer making the deposit;
15	(b) The premises for which the deposit applies occupied by the customer;
16	(c) The date and amount of deposit; and
17	(d) Each transaction concerning the deposits such as interest payments, interest credited or
18	similar transactions.
19	(76) Receipt for deposit. The utility shall provide a receipt to the customer for any deposit
20	received from the customer A non-transferable certificate of deposit shall be issued to each
21	customer and means provided so that the customer may claim the deposit if the certificate is
22	lost. Where a new or additional deposit is required under subsection (3) of this rule, a
23	customer's cancelled check or validated bill coupon may serve as a deposit receipt.
24	(87) Refund of deposit when service is discontinued. Upon termination of service, the deposit
25	and accrued interest may be credited against the final account and the balance, if any, shall be

from existing law.

CODING: Words <u>underlined</u> are additions; words in struck through type are deletions

1	returned promptly to the customer but in no event later than fifteen (15) days after service is
2	discontinued.
3	Rulemaking Authority 366.05(1), 350.127(2) FS. Law Implemented 366.03, 366.041(1),
4	366.05(1), 366.06(1) FS. History-New 7-29-69, Amended 5-9-76, 7-8-79, 6-10-80, 10-17-83,
5	1-31-84, Formerly 25-6.97, Amended 10-13-88, 4-25-94, 3-14-99, 7-26-12,
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#### 25-6.100 Customer Billings.

- 2 (1) Bills shall be rendered monthly and as promptly as possible following the reading of
- 3 meters
- 4 (2) By January 1, 1983, Eeach customer's bill shall show at least the following information:
- 5 (a) The meter reading and the date the meter is read, in addition to the meter reading for the
- 6 previous period. If the meter reading is estimated, the word "estimated" shall be prominently
- 7 displayed on the bill.
- 8 (b)1. Kilowatt-hours (KWH) consumed including on and off peak if customer is time-of-day
- 9 metered.
- 10 2. Kilowatt (KW) demand, if applicable, including on and off peak if customer is time-of-day
- 11 metered.
- 12 (c) The dollar amount of the bill, including separately:
- 13 1. Customer charge.
- 14 2. Energy (KWH) charge, exclusive of fuel, in cents per KWH, including amounts for on and
- off peak if the customer is time-of-day metered, and energy conservation costs.
- 16 3. Demand (KW) charge, exclusive of fuel, in dollar cost per KW, if applicable, including
- amounts for on and off peak if the customer is time-of-day metered.
- 18 4. Fuel cost in cents per KWH (no fuel costs shall be included in the base charge for demand
- 19 or energy).
- 20 | 5. Total electric cost which is the sum of the customer charge, total fuel cost, total energy cost,
- 21 and total demand cost.
- 22 6. Franchise fees, if applicable.
- 23 7. Taxes, as applicable on purchases of electricity by the customer.
- 24 8. Any discount or penalty, if applicable.
- 25 9. Past due balances shown separately.

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11. The rate and amount of the "Asset Securitization Charge," pursuant to paragraph 2 366.95(4)(b), F.S., if applicable. 3 (d) Identification of the applicable rate schedule. 4 (e) The date by which payment must be made in order to benefit from any discount or avoid 5 6 any penalty, if applicable. (f) The average daily KWH consumption for the current period and for the same period in the 7 previous year, for the same customer at the same location. 8 (g) The delinquent date or the date after which the bill becomes past due. 9 (h) Any conversion factors which can be used by customers to convert from meter reading 10 11 units to billing units. Where metering complexity makes this requirement impractical, a statement must be on the bill advising that such information may be obtained by contacting the 12 13 utility's local business office. 14 (i) Where budget billing is used, the bill shall contain the current month's consumption and charges separately from budgeted amounts. 15 (j) If applicable, the information required by subsection 366.8260(4), F.S., and subsection 16 17 366.95(4), F.S. (ki) The name and address of the utility and plus the toll-free number(s) where customers can 18 19 receive information about their bill as well as locations where the customers can pay their 20 utility bill. Such information must identify those locations where no surcharge is incurred. (3) When there is sufficient cause, estimated bills may be submitted provided that with the 21 22 third consecutive estimated bill the company utility shall contact the customer explaining the 23 reason for the estimated billing and who to contact in order to obtain an actual meter reading.

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from existing law.

10. The gross and net billing, if applicable.

Comment [CR1]: Is there such a thing? Should it say "... contacting the utility"?

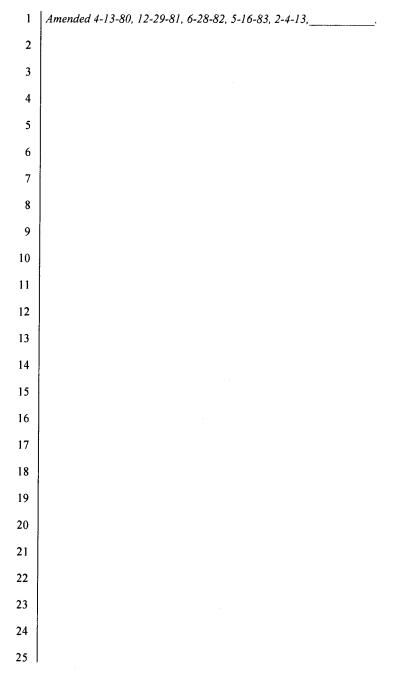
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An actual meter reading must be taken at least once every six months. If an estimated bill

appears to be abnormal when a subsequent reading is obtained, the bill for the entire period CODING: Words underlined are additions; words in struck through type are deletions

- 1 | shall be computed at a rate which contemplates the use of service during the entire period and
- 2 | the estimated bill shall be deducted. If there is reasonable evidence that such use occurred
- 3 during only one billing period, the bill shall be computed.
- 4 (4) The regular meter reading date may be advanced or postponed not more than five days
- 5 without a pro-ration of the billing for the period.
- 6 (45) Whenever the period of service for which an initial or opening bill is rendered is less than
- 7 | the normal billing period, the charges applicable to such service, including minimum charges,
- 8 shall be prorated pro-rated except that initial or opening bills need not be rendered but the
- 9 energy used during such period may be carried over to and included in the next regular
- 10 monthly billing.
- 11  $(\underline{56})$  The practices employed by each utility regarding customer billing shall have uniform
- 12 application to all customers on the same rate schedule.
- 13 (<u>6</u>7) Franchise Fees.
- 14 (a) When a municipality charges a utility any franchise fee, the utility may collect that fee only
- 15 | from its customers receiving service within that municipality. When a county charges a utility
- 16 any franchise fee, the utility may collect that fee only from its customers receiving service
- 17 | within that county.
- 18 (b) A utility may not incorporate any franchise fee into its other rates for service.
- 19 (c) For the purposes of this subsection, the term "utility" shall mean any electric utility, rural
- 20 electric cooperative, or municipal electric utility.
- 21 (d) This subsection shall not be construed as granting a municipality or county the authority to
- 22 | charge a franchise fee. This subsection only specifies the method of collection of a franchise
- 23 fee, if a municipality or county, having authority to do so, charges a franchise fee.
- 24 | Rulemaking Authority 366.05(1), 366.04(2) FS. Law Implemented 366.03, 366.04(2),
- 25 | 366.041(1), 366.05(1), 366.051, 366.06(1), 366.8260(4), 366.95(4) FS. History-New 2-25-76,

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# 25-7.083 Customer Deposits

(1) Deposit required; establishment of credit. Each company's utility's tariff shall state the methodology contain their specific criteria for determining the amount of the initial deposit charged for existing accounts and new service requests. The methodology shall conform to Section 366.05(1)(c), F.S. Each utility may require an applicant for service to satisfactorily establish credit, but such establishment of credit shall not relieve the customer from complying with the utilities' rules for prompt payment of bills. Credit will be deemed so established if:

- (2) Each utility may require an applicant for service to satisfactorily establish credit, but such establishment of credit shall not relieve the customer from complying with the utility'sies' rules for payment of bills. Credit will be deemed so established if:
- (a) The applicant for service furnishes a satisfactory guarantor to secure payment of bills for the service requested. For residential customers, a satisfactory guarantor shall, at the minimum, be a customer of the utility with a satisfactory payment record. For non-residential customers, a satisfactory guarantor need not be a customer of the utility. Each utility shall develop minimum financial criteria that a proposed guarantor must meet to qualify as a satisfactory guarantor. A copy of the criteria shall be made available to each new non-residential customer upon request by the customer. A guarantor's liability shall be terminated when a residential customer whose payment of bills is secured by the guarantor meets the requirements of subsection (76) of this rule. Guarantors providing security for payment of residential customers' bills shall only be liable for bills contracted at the service address contained in the contract of guaranty.
- 23 (b) The applicant pays a cash deposit.
- 24 (c) The applicant for service furnishes an irrevocable letter of credit from a bank or a surety bond.

CODING: Words <u>underlined</u> are additions; words in <del>struck through</del> type are deletions from existing law.

- 1 (32) Receipt for deposit. The utility shall provide a receipt to the customer for any deposit
- 2 received from the customer. A non-transferable certificate of deposit shall be issued to each
- 3 | customer and means provided so that the customer may claim the deposit if the certificate is
- 4 lost. When a new or additional deposit is required under subsection (3) of this rule a
- 5 | customer's cancelled check or validated bill coupon may serve as a deposit receipt.
- 6 (43) Deposits for existing accounts New or additional deposits. A utility may charge require,
- 7 | upon reasonable written notice to the customer of not less than 30 days, such request or notice
- 8 | being separate and apart from any bill for service, a new deposit, where previously waived or
- 9 returned, or an additional a deposit on an existing account; in order to secure payment of
- 10 current bills; provided, however, that the total amount of the required deposit shall not exceed
- 11 an amount equal to the average actual charges for gas service for two billing periods for the
- 12 | 12-month period immediately prior to the date of notice. In the event the customer has had
- 13 | service less than 12 months, then the utility shall base its new or additional deposit upon the
- 14 average actual monthly billing available. Such request for a deposit shall be separate and apart
- 15 from any bill for service and shall explain the reason for the deposit. The deposit charged must
- 16 | conform to the requirements of Section 366.05(1)(c)1., F.S.
- 17 (54) Record of deposit. Each utility having on hand deposits from customers or hereafter
- 18 receiving deposits from them shall keep records to show:
- 19 (a) The name of each customer making the deposit;
- 20 (b) The premises for which the deposit applies occupied by the customer;
- 21 (c) The date and amount of deposit; and
- 22 (d) Each transaction concerning the deposit such as interest payments, interest credited or
- 23 | similar transactions.
- 24 (65) Interest on deposits.
- 25 (a) Each gas utility which requests deposits to be made by its customers shall pay a minimum CODING: Words <u>underlined</u> are additions; words in <del>struck through</del> type are deletions from existing law.

interest on such deposits of 2 percent per annum. The utility shall pay a minimum interest rate 1 of 3 percent per annum on deposits of nonresidential customers qualifying under subsection 2 (76) below when the utility elects not to refund such a deposit after 23 months. Such interest 3 rates shall be applied within 45 days of the effective date of the rule. 4 (b) The deposit interest shall be simple interest in all cases and settlement shall be made 5 annually, either in cash or by credit on the current bill. This does not prohibit any utility 6 paying a higher rate of interest than required by this rule. No customer depositor shall be 7 entitled to receive interest on a his deposit until and unless a customer relationship and the 8 deposit have been in existence for a continuous period of six months, then the customer he 9 shall be entitled to receive interest from the day of the commencement of the customer 10 relationship and the placement of deposit. Nothing in this rule shall prohibit a utility from 11 12 refunding at any time a deposit with any accrued interest. (76) Refund of deposit. After a customer has established a satisfactory payment record and has 13 had continuous service for a period of 23 months, the utility shall refund the residential 14 customer's deposits and shall, at the utility's its option, either refund or pay the higher rate of 15 interest specified above for nonresidential deposits, provided the customer has not, in the 16 preceding 12 months: 17 (a) Made more than one late payment of a bill (after the expiration of 20 days from the date of 18 mailing or delivery by the utility); 19 20 (b) Paid with check refused by a bank; (c) Been disconnected for nonpayment, or at any time; 21 (d) Tampered with the gas meter; or 22 (e) Used service in a fraudulent or unauthorized manner. Nothing in this rule shall prohibit the 23

company from refunding at any time a deposit with any accrued interest.

(87) Refund of deposit when service is disconnected. Upon termination of service, the deposit

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from existing law.

- 3 -

1	and accrued interest may be credited against the final account and the balance, if any, shall be
2	returned promptly to the customer but in no event later than fifteen (15) days after service is
3	discontinued.
4	Rulemaking Authority 366.05(1), 350.127(2) FS. Law Implemented 366.03, 366.05(1) FS.
5	History-New 1-8-75, Amended 6-15-76, 6-10-80, 1-31-84, Formerly 25-7.83, Amended 10-13-
6	88, 4-25-94, 3-14-99, 7-26-12,
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#### 25-7.085 Customer Billing.

- 2 (1) Bills shall be rendered monthly. With the exception of a duplicate bill, each customer's bill
- 3 shall show at least the following information:
- 4 (a) The meter reading and the date the meter was read plus the meter reading for the previous
- 5 | period. When an electronic meter is used, the gas volume consumed for the billing month may
- 6 be shown. If the gas consumption is estimated, the word "estimated" shall prominently appear
- 7 on the bill.

- 8 (b) Therms and cubic feet consumed.
- 9 (c) The total dollar amount of the bill, indicating separately:
- 10 1. Customer charge.
- 11 2. Energy (therm) charge exclusive of fuel cost in cents per therm.
- 12 3. Fuel cost in cents per therm (no fuel costs shall be included in the charge for energy).
- 13 4. Total gas cost which is the sum of the customer charge, total fuel cost and total energy cost.
- 14 5. Franchise fees, if applicable.
- 15 6. Taxes, as applicable on purchases of gas by the customer.
- 16 7. Any discount or penalty, if applicable.
- 17 8. Past due balances.
- 18 9. The gross and net billing, if applicable.
- 19 (d) Identification of the applicable rate schedule.
- 20 (e) The date by which payment must be made in order to benefit from any discount or avoid
- 21 any penalty, if applicable.
- 22 (f) The average daily therm consumption for the current period and for the same period in the
- 23 previous year, for the same customer at the same location.
- 24 (g) The delinquent date or the date after which the bill becomes past due.
- 25 | (h) Any conversion factors which can be used by customers to convert from meter reading CODING: Words <u>underlined</u> are additions; words in <del>struck through</del> type are deletions from existing law.

1 units to billing units.

- 2 (i) Where budget billing is used, the bill shall contain the current month's consumption and
- 3 charges separately from budgeted amounts.
- 4 (j) The name of the utility plus the address and telephone number of the local office where the
- 5 | bill can be paid and questions concerning the bill can be answered.
- 6 (2) All gas utilities shall charge for gas service on a thermal basis instead of on a volume
- 7 basis. The provisions governing customer billing on a thermal basis shall be as follows:
- 8 (a) The unit of service shall be the "Therm."
- 9 (b) The number of therms which shall have been taken by consumer during a given period
- shall be determined by multiplying the difference in the meter readings in cubic feet at the
- 11 beginning and end of the period by the conversion factors in paragraph (1)(h) including a
- 12 heating-value factor which has been determined as prescribed in paragraph (c) below.
- 13 (c) The heating-value factor for gas utilities receiving and distributing natural gas shall be the
- 14 | average thermal value of the natural gas received and distributed during the preceding month.
- 15 In case the average heating value during the calendar month has been below the standard, then
- 16 | the value to be used in determining the factor shall be the heating value standard minus a
- deduction of one percent (1%) for each one percent (1%) or fraction thereof that the average
- 18 heating value has been below the standard.
- 19 (d) The consumer shall be billed to the nearest one-tenth of a therm.
- 20 (3) Whenever the period of service for which an initial or opening bill would be rendered is
- 21 | less than the normal billing period, no bill for that period need be rendered if the volume
- 22 amount consumed is carried over and included in the next regular monthly billing. If,
- 23 however, a bill for such period is rendered, the applicable charges, including minimum
- 24 | charges, shall be prorated.
- 25 (4) When there is sufficient cause, estimated billings may be used by a utility provided that CODING: Words <u>underlined</u> are additions; words in <del>struck through</del> type are deletions from existing law.

Comment [CR1]: Do all the gas utilities have local offices?

- 2 -

	with the customer's unit consecutive estimated offing the customer is informed of the reason
2	for the estimation and whom to contact to obtain an actual meter reading if one is desired. An
3	actual meter reading must be taken at least once every six months. If an estimated bill appears
4	to be abnormal once an actual meter reading is obtained, the bill for the entire estimation
5	period shall be computed at a rate based on use of service during the entire period and the
6	estimated bill shall be deducted. If there is substantial evidence that such use occurred during
7	only one billing period, the bill shall be computed.
8	(5) Regular meter reading dates may be advanced or postponed not more than five days
9	without a proration of the billing for the period.
10	(56) The practices employed by each utility regarding customer billing shall have uniform
11	application to all customers on the same rate schedule.
12	( <u>6</u> 7) Franchise Fees.
13	(a) When a municipality charges a utility any franchise fee, the utility may collect that fee only
14	from its customers receiving service within that municipality. When a county charges a utility
15	any franchise fee, the county may collect that fee only from its customers receiving service
16	within that county.
17	(b) A company utility may not incorporate any franchise fee into its other rates for service.
18	(c) This subsection shall not be construed as granting a municipality or county the authority to
19	charge a franchise fee. This subsection only specifies the method of collection of a franchise
20	fee, if a municipality or county, having authority to do so, charges a franchise fee.
21	Rulemaking Authority 366.05(1) FS. Law Implemented 366.05(1), 366.06(1) FS. History-New
22	12-15-73, Repromulgated 1-8-75, Amended 5-4-75, 11-21-82, 12-26-82, Formerly 25-7.85,
23	Amended 10-10-95, 7-3-96,
24	
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### **Don Rome**

From:

Stiles II, Billy J. <wjstiles@tecoenergy.com>

Sent:

Friday, October 23, 2015 3:15 PM

To:

Pamela H. Page

Cc: Subject: REGDEPT REGDEPT; Don Rome; Elisabeth Draper; Beasley, Jim; Floyd, Kandi M. Peoples Gas System's comments on draft rules 25-7.079, 25-7.083, and 25-7.085

**Attachments:** 

25-7.085 (2)\_Gas Customer Billing.pdf; Description of Proposed Changes to Rule

25-7.085.pdf

#### Pamela,

We appreciate the Public Service Commission providing the opportunity to submit written comments on the draft amendments to Rules 25-7.079, 25-7.083, and 25-7.085. Peoples Gas System has drafted suggested changes to Rule 25-7.085. The document containing these suggested changes in legislative format is attached. Also attached is an explanation of each of the changes we're suggesting.

Please call me if you have any questions.

Thank you, again, for the opportunity to comment on the draft rules.

**Billy Stiles** 

Wilbur J. "Billy" Stiles, II Manager Regulatory Affairs Tampa Electric Company 106 E. College Avenue Suite 630

Tallahassee, FL 32301 Office: 850-681-6785 Mobile: 850-294-6589 FAX: 850-681-9808

Email: wjstiles@tecoenergy.com



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## Peoples Gas proposed changes to Rule 25-7.085 FAC:

- 1. 25-6.085(1)(c)1: Change "Customer charge." to "Customer, Base or Basic Service charge." Over several rate proceedings at least two electric utilities have changed the "Customer" charge to be "Basic Service" (Tampa Electric) or "Base" (Gulf Power) charges. It is anticipated that this trend will continue and gas utilities may adopt the same naming approach.
- 2. 25-6.085(1)(c)2: make the word "charge" plural. There may in the future be times when multiple Energy charges occur on one bill and this change will permit such circumstances.
- 3. 25-6.085(1)(c)3: replace the word "cost" to "(therm) charges". The first change clarifies that there is a Fuel "charge" not "cost" and puts it into the same formatted for explanation as the Energy charges above in section 2.
- 4. 25-6.085(1)(j): replaces the word "and" with "toll-free" before the word "telephone", makes the word number plural and replaces the words "of the local office" with the words "and web address". The utilities have all included such web address information on their bills but this just clarifies that this information should be included by rule.
- 5. New 25-6.085(5): replace the proposed stricken section 5 with a new section 5 that cites the advancement or postponement requirement to the new statute that addresses it. This is an important question that may arise with billing employees at the utility and they utilize the Florida Administrative Code to deal with billing questions that arise rather than the Florida Statutes. By adding a citation here they will be reminded that this issue is addressed in the statue now and not the rule.

## 25-7.085 Customer Billing.

- 2 (1) Bills shall be rendered monthly. With the exception of a duplicate bill, each customer's bill
- 3 | shall show at least the following information:
- 4 || (a) The meter reading and the date the meter was read plus the meter reading for the previous
- 5 period. When an electronic meter is used, the gas volume consumed for the billing month may be
- 6 || shown. If the gas consumption is estimated, the word "estimated" shall prominently appear on the
- 7 || bill.

- 8 (b) Therms and cubic feet consumed.
- 9 (c) The total dollar amount of the bill, indicating separately:
- 10 1. Customer-charge, Base or Basic Service charge.
- 11 || 2. Energy (therm) charges exclusive of fuel cost in cents per therm.
- 12 | 3. Fuel eost(therm) charges in cents per therm (no fuel costs shall be included in the charge for
- 13 | energy).
- 14 | 4. Total gas cost which at a minimum is the sum of the customer charge, total fuel cost, and total
- 15 energy costcharges 1 through 3 above but can include other line item charges (e.g., Florida Gross
- 16 Receipts Tax)..
- 17 | 5. Franchise fees, if applicable.
- 18 || 6. Taxes, as applicable on purchases of gas by the customer.
- 19 | 7. Any discount or penalty, if applicable.
- 20 8. Past due balances.
- 21 9. The gross and net billing, if applicable.
- 22 (d) Identification of the applicable rate schedule.
- 23 || (e) The date by which payment must be made in order to benefit from any discount or avoid any
- 24 penalty, if applicable.
- 25 || (f) The average daily therm consumption for the current period and for the same period in the

previous year, for the same customer at the same location.

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- 2 | (g) The delinquent date or the date after which the bill becomes past due.
- 3 (h) Any conversion factors which can be used by customers to convert from meter reading units to billing units.
- 5 (i) Where budget billing is used, the bill shall contain the current month's consumption and charges separately from budgeted amounts.
  - (j) The name of the utility plus the address, and toll-free telephone-number(s) of the local office and web address where the bill can be paid and questions concerning the bill can be answered.
- 10 (2) All gas utilities shall charge for gas service on a thermal basis instead of on a volume basis.

  11 The provisions governing customer billing on a thermal basis shall be as follows:
- 12 (a) The unit of service shall be the "Therm."
  - (b) The number of therms which shall have been taken by consumer during a given period shall be determined by multiplying the difference in the meter readings in cubic feet at the beginning and end of the period by the conversion factors in paragraph (1)(h) including a heating-value factor which has been determined as prescribed in paragraph (c) below.
  - (c) The heating-value factor for gas utilities receiving and distributing natural gas shall be the average thermal value of the natural gas received and distributed during the preceding month. In case the average heating value during the calendar month has been below the standard, then the value to be used in determining the factor shall be the heating value standard minus a deduction of one percent (1%) for each one percent (1%) or fraction thereof that the average heating value has been below the standard.
  - (d) The consumer shall be billed to the nearest one-tenth of a therm.
- 24 || (3) Whenever the period of service for which an initial or opening bill would be rendered is less 25 || than the normal billing period, no bill for that period need be rendered if the volume amount

consumed is carried over and included in the next regular monthly billing. If, however, a bill for such period is rendered, the applicable charges, including minimum charges, shall be prorated.

- (4) When there is sufficient cause, estimated billings may be used by a utility provided that with the customer's third consecutive estimated billing the customer is informed of the reason for the estimation and whom to contact to obtain an actual meter reading if one is desired. An actual meter reading must be taken at least once every six months. If an estimated bill appears to be abnormal once an actual meter reading is obtained, the bill for the entire estimation period shall be computed at a rate based on use of service during the entire period and the estimated bill shall be deducted. If there is substantial evidence that such use occurred during only one billing period, the bill shall be computed.
- (5) Regular meter reading dates may be advanced or postponed not more than five days without a proration of the billing for the period.
- 13 (5) The advancement or postponement of regular meter reading date is governed by subsection 366.05(1)(b), F.S.
  - (6) The practices employed by each utility regarding customer billing shall have uniform application to all customers on the same rate schedule.
  - (7) Franchise Fees.

- (a) When a municipality charges a utility any franchise fee, the utility may collect that fee only from its customers receiving service within that municipality. When a county charges a utility any franchise fee, the county may collect that fee only from its customers receiving service within that county.
- (b) A company may not incorporate any franchise fee into its other rates for service.
  - (c) This subsection shall not be construed as granting a municipality or county the authority to charge a franchise fee. This subsection only specifies the method of collection of a franchise fee, if a municipality or county, having authority to do so, charges a franchise fee.

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Rulemaking Authority 366.05(1) FS. Law Implemented 366.05(1), 366.06(1) FS. History-New 12-
 1
     15-73, Repromulgated 1-8-75, Amended 5-4-75, 11-21-82, 12-26-82, Formerly 25-7.85, Amended
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