

BEFORE THE
FLORIDA PUBLIC SERVICE COMMISSION

In the Matter of:

DOCKET NO. 150218-GU

PETITION FOR APPROVAL TO
DISCONTINUE CHARGING MULTIPLE
PURCHASED GAS ADJUSTMENT (PGA)
FACTORS, BY PEOPLES GAS
SYSTEM.

PROCEEDINGS: COMMISSION CONFERENCE AGENDA
 ITEM NO. 10

COMMISSIONERS
PARTICIPATING: CHAIRMAN JULIE I. BROWN
 COMMISSIONER LISA POLAK EDGAR
 COMMISSIONER ART GRAHAM
 COMMISSIONER RONALD A. BRISÉ
 COMMISSIONER JIMMY PATRONIS

DATE: Tuesday, February 2, 2016

PLACE: Betty Easley Conference Center
 Room 148
 4075 Esplanade Way
 Tallahassee, Florida

REPORTED BY: LINDA BOLES, CRR, RPR
 Official FPSC Reporter
 (850) 413-6734

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P R O C E E D I N G S

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2 **CHAIRMAN BROWN:** We're moving through today.
3 Item 10.

4 **MS. GUFFEY:** Item 10 is Peoples Gas System's
5 request to discontinue multiple purchased gas
6 adjustment factors for residential customers and
7 commercial customers. The company's proposal is based
8 on three main factors.

9 First, under the current methodology to
10 calculate the different PGA factors, the residential
11 class pays a slightly higher PGA factor than the
12 commercial customers.

13 Second, the commercial customers have the
14 option to purchase gas from a third-party gas marketer
15 and -- which many commercial customers have been
16 purchasing gas for the past few years.

17 Then thirdly, a single PGA would reduce the
18 administrative burden of calculating and maintaining
19 separate PGA factors. The single PGA factor will be
20 calculated according to the methodology adopted by the
21 Commission in 1991 and used by investor-owned gas
22 utilities to calculate the PGA factor.

23 Staff did not receive any customer comments
24 on this proposed petition, and staff recommends
25 approval of discontinuing multiple PGA factors.

1 **CHAIRMAN BROWN:** Thank you. I have a
2 question about this. What effect would going to a
3 single PGA factor have on the residential customers?
4 Either you or Ms. Draper.

5 **MS. GUFFEY:** Commercial -- the residential
6 customer's PGA factor would reduce by about 4 cents,
7 and for commercial customers it will increase by about
8 6 cents.

9 **CHAIRMAN BROWN:** Okay. Thank you. And the
10 other IOUs, do they utilize a single factor?

11 **MS. GUFFEY:** Correct.

12 **CHAIRMAN BROWN:** Okay. So all of the other
13 IOUs use a single factor.

14 **MS. GUFFEY:** Yes, they do.

15 **CHAIRMAN BROWN:** Thank you. Commissioners,
16 any questions, comments?

17 **COMMISSIONER GRAHAM:** Move staff
18 recommendation.

19 **CHAIRMAN BROWN:** Is there a second?

20 **COMMISSIONER EDGAR:** Second.

21 **CHAIRMAN BROWN:** All those in favor, say aye.

22 (Vote taken.)

23 All right. The motion passes. Thank you.

24 (Agenda item concluded.)

1 STATE OF FLORIDA)
2 : CERTIFICATE OF REPORTER
3 COUNTY OF LEON)

4 I, LINDA BOLES, CRR, RPR, Official Commission
5 Reporter, do hereby certify that the foregoing
6 proceeding was heard at the time and place herein
7 stated.

8 IT IS FURTHER CERTIFIED that I
9 stenographically reported the said proceedings; that the
10 same has been transcribed under my direct supervision;
11 and that this transcript constitutes a true
12 transcription of my notes of said proceedings.

13 I FURTHER CERTIFY that I am not a relative,
14 employee, attorney or counsel of any of the parties, nor
15 am I a relative or employee of any of the parties'
16 attorney or counsel connected with the action, nor am I
17 financially interested in the action.

18 DATED THIS 8th day of February, 2016.

19 *Linda Boles*

20 _____
21 LINDA BOLES, CRR, RPR
22 FPSC Official Hearings Reporter
23 (850) 413-6734
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