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August 28, 2020

BY E-PORTAL

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

Re: Docket No. 20200003-GU-Purchased Gas Adjustment (PGA) True-Up.

Dear Mr. Teitzman:

Attached for electronic filing, please find Florida City Gas's Preliminary Statement of Issues and Positions in the referenced matter.

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

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MEK

cc: Parties of Record

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Purchased Gas Adjustment (PGA) True-Up

Docket No. 20200003-GU Filed: August 28, 2020

FLORIDA CITY GAS PRELIMINARY STATEMENT OF ISSUES AND BASIC POSITIONS

ISSUE 1: What are the final purchased gas adjustment true-up amounts for the period January 2019 through December 2019?

Florida City Gas: The final net true-up amount (including interest, adjustments, and the estimated under-recovery included in the 2019 PGA Factor) for the period January 2019 through December 2019 is an over-recovery of \$773,030. See FCG Exhibit MB-2, Schedule E-4.

ISSUE 2: What are the actual/estimated purchased gas adjustment true-up amounts for the period January 2020 through December 2020?

Florida City Gas: The Actual/Estimated True-Up amount (based on actual data for six months and projected data for six months) for the current period January 2020 through December 2020 is an under-recovery of \$1,568,073. *See* FCG Exhibit MB-2, Schedule E-4.

ISSUE 3: What are the total purchased gas adjustment true-up amounts to be collected during the period January 2021 through December 2021?

Florida City Gas: The total net true-up (inclusive of the final true-up for 2019, the Actual/Estimated True-Up for 2020, and interest) to be collected from January 2021 through December 2021 is an under-recovery of \$795,043. *See* FCG Exhibit MB-2, Schedule E-4.

ISSUE 4: What are the levelized purchased gas cost recovery (cap) factors for the period January 2021 through December 2021?

Florida City Gas: The maximum levelized purchased gas cost recovery (cap) factors based on the Company's expected winter cost of gas is 70.997 cents per therm before the regulatory assessment fees, and 71.354 cents per therm after the regulatory assessment fees.

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

Florida City Gas: The new purchased gas adjustment charge should be effective for application to Sales Customers' bills beginning the first billing cycle in January 2021 through the last billing cycle in December 2021, and continuing until modified by subsequent order of the Commission.

ISSUE 6: Should the Commission approve revised tariffs reflecting the new purchased gas adjustment charges determined to be appropriate in this proceeding?

Florida City Gas: Yes. The Commission should approve revised tariffs reflecting the new purchased gas adjustment charges determined to be appropriate in this proceeding. The Commission should direct staff to verify that the revised tariffs are consistent with the Commission's decision.

ISSUE 7: Should this docket be closed?

Florida City Gas: Yes. This docket should be closed upon the issuance of an appropriate order approving Company's proposed maximum levelized PGA Factor for application to Sales Customers' bills beginning the first billing cycle in January 2021 through the last billing cycle in December 2021, and continuing until modified by subsequent order of the Commission.

Respectfully submitted this 28th day of August, 2020.

Beth Keating

Gregory M. Munson

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Attorneys for Florida City Gas

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of Florida City Gas's Prehearing Statement has been furnished by Electronic Mail to the following parties of record this 28th day of August 2020:

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