BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Conservation Cost)
Recovery Clause)

Docket No. 060004-EG Submitted for Filing September 26, 2006

ST. JOE NATURAL GAS COMPANY'S PREHEARING STATEMENT

St. Joe Natural Gas Company, Inc. ("SJNG") by and through its undersigned officer, hereby submits its Prehearing Statements for the hearing scheduled to commence in the proceeding November 6, 2006.

A. Witness that may be called:

None, Debbie Stitt has substituted prepared testimony which should be inserted into the record as if read.

B. Additional Exhibits:

Schedules C1 through C4.

C. Statement of Basic Position:

The Commission should approve the final adjusted net true-up amount for the twelve month period ending December 31,2007 including interest, the projected conservation program expenses for the twelve month period ending Dec 31, 2007 and the Conservation Cost Recovery Factors to be applied to customer bills rendered for the twelve month period ending December 31, 2007 as filed by SJNG.

D. <u>SJNG's position on each issue</u>:

What is the final end-of-the-period true-up amount for the period
 January 2005 through December 2005.

DOOL HERT NUMBER - DATE

SJNG: An overrecovery of \$5,348.00

What is the appropriate Conservation Cost Recovery Factor to be applied to customer bills during the twelve month period ending December 31, 2007?

SJNG: \$0.00721 cents per therm for residential, \$0.00582 cents for commercial, and \$0.000279 cents for large commercial.

Stuart L. Shoaf, President

St. Joe Natural Gas Company, Inc.

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