

**ANNUAL REPORT OF  
NATURAL GAS UTILITIES**

OFFICIAL COPY  
Division of  
Economic Regulation  
FPSC

ST. JOE NATURAL GAS COMPANY, INC.

301 LONG AVENUE, PORT ST. JOE

TO THE

FLORIDA PUBLIC SERVICE COMMISSION

FOR THE

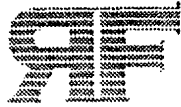
YEAR ENDED DECEMBER 31, 2001

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ECONOMIC REGULATION

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PUBLIC SERVICE

Officer or other person to whom correspondence should be addressed concerning this report:

Name: STUART SHOAF	Title: PRESIDENT
Address: 301 LONG AVENUE	City: PORT ST JOE State: FL
Telephone No.: 850-229-8216	PSC/AFA 20 (4/96)



# ROBERSON & FRIEDMAN, P.A.

CERTIFIED PUBLIC ACCOUNTANTS

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## INDEPENDENT AUDITORS' REPORT

Board of Directors  
St. Joe Natural Gas Company, Inc.  
Port St. Joe, Florida

We have audited the accompanying balance sheets of St. Joe Natural Gas Company, Inc. as of December 31, 2001 and 2000 and the related statements of income, changes in stockholders' equity, and cash flows for the years then ended. These financial statements are the responsibility of the company's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted the audit in accordance with generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of St. Joe Natural Gas Company, Inc. as of December 31, 2001 and 2000, and the results of its operations and its cash flows for the years then ended in conformity with generally accepted accounting principles.

*Roberson, Friedman*

March 14, 2002

# ANNUAL REPORT OF NATURAL GAS UTILITIES

## IDENTIFICATION

01 Exact Legal Name of Respondent ST JOE NATURAL GAS COMPANY, INC.		02 Year of Report Dec. 31, 2001
03 Previous Name and Date of Change (if name changed during year)		
04 Address of Principal Office at End of Year (Street, City, State, Zip Code) 301 LONG AVENUE, PORT ST. JOE, FLORIDA 32456		
05 Name of Contact Person DEBBIE STITT	06 Title of Contact Person BOOKKEEPER	
07 Address of Contact Person (Street, City, State, Zip Code) 301 LONG AVENUE, PORT ST JOE, FLORIDA 32456		
08 Telephone of Contact Person, Including Area Code 850-229-8216 EXT 12		09 Date of Report (Mo, Da, Yr) MAY 20, 2002

## ATTESTATION

I certify that I am the responsible accounting officer of

ST. JOE NATURAL GAS COMPANY, INC.

that I have examined the following report; that to the best of my knowledge, information, and belief, all statements of fact contained in the said report are true and the said report is a correct statement of the business and affairs of the above-named respondent in respect to each and every matter set forth therein during the period from January 1, 2001 to December 31, 2001, inclusive.

I also certify that all affiliated transfer prices and affiliated cost allocations were determined consistent with the methods reported to this Commission on the appropriate forms included in this report.

I am aware that Section 837.06, Florida Statutes, provides:

Whoever knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his official duty shall be guilty of a misdemeanor of the second degree, punishable as provided in S. 775.082 and S. 775.083.

5/20/02

Date

Milton H. Shoaf

Signature

Stuart Shoaf

Name

President

Title

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Name of Respondent	For the Year Ended
ST. JOE NATURAL GAS COMPANY, INC.	Dec. 31, 2001
<b>GENERAL INFORMATION</b>	
<p>1. Provide name and title of officer having custody of the general corporate books of account and address of office where the general corporate books are kept, and address of office where any other corporate books of account are kept, if different from that where the general corporate books are kept.</p> <p style="margin-left: 40px;">STUART SHOAF, PRESIDENT 301 LONG AVENUE PORT ST. JOE, FL. 32456</p>	
<p>2. Provide the name of the State under the laws of which respondent is incorporated, and date of incorporation. If incorporated under a special law, give reference to such law. If not incorporated, state that fact and give the type of organization and the date organized.</p> <p style="margin-left: 40px;">FLORIDA - 1959</p>	
<p>3. If at any time during the year the property of respondent was held by a receiver or trustee, give (a) name of receiver or trustee, (b) date such receiver or trustee took possession, (c) the authority by which the receivership or trusteeship was created, and (d) date when possession by receiver or trustee ceased.</p> <p style="margin-left: 40px;">NOT APPLICABLE</p>	
<p>4. State the type of utility and nonutility services furnished by respondent during the year in each State in which the respondent operated.</p> <p style="margin-left: 40px;">NATURAL GAS RESALE</p>	
<p>5. Have you engaged as the principal accountant to audit your financial statements an accountant who is not the principal accountant for your previous year's certified financial statements?</p> <p>(1) YES ...Enter the date when such independent accountant was initially engaged: _____</p> <p>(2) NO</p>	

Name of Respondent

For the Year Ended

ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

CONTROL OVER RESPONDENT

1. If any corporation, business trust, or similar organization or combination of such organizations jointly held control over the respondent at end of year, state name of controlling corporation or organization, manner in which control was held, and extent of control. If control was in a holding company organization, show the chain of ownership or control to the main parent company or organization. If control was held by a trustee (s), state name of

trustee (s), name of beneficiary or beneficiaries for whom trust was maintained, and purpose of the trust.

2. If the above required information is available from the SEC 10K Report Form filing, a specific reference to the report form (i.e. year and company title) may be listed provided the fiscal years for both the 10-K report and this report are compatible.

NONE

Name of Respondent For the Year Ended  
 ST. JOE NATURAL GAS COMPANY, INC. Dec. 31, 2001

CORPORATIONS CONTROLLED BY RESPONDENT

1. Report below the names of all corporations, business trusts, and similar organizations, controlled directly or indirectly by respondent at any time during the year. If control ceased prior to end of year, give particulars (details) in a footnote.  
 2. If control was by other means than a direct holding of voting rights, state in a footnote the manner in which control was held, naming any intermediaries involved.

3. If control was held jointly with one or more other interests, state the fact in a footnote and name the other interests.  
 4. If the above required information is available from the SEC 10-K Report Form filing, a specific reference to the report form (i.e. year and company title) may be listed in column (a) provided the fiscal years for both the 10-K report and this report are compatible.

DEFINITIONS

1. See the Uniform System of Accounts for a definition of control.  
 2. Direct control is that which is exercised without interposition of an intermediary.  
 3. Indirect control is that which is exercised by the interposition of an intermediary which exercises direct control.  
 4. Joint control is that in which neither interest can effectively

control or direct action without the consent of the other, as where the voting control is equally divided between two holders, or each party holds a veto power over the other. Joint control may exist by mutual agreement or understanding between two or more parties who together have control within the meaning of the definition of control in the Uniform System of Accounts, regardless of the relative voting rights of each party.

Name of Company Controlled (a)	Kind of Business (b)	Percent Voting Stock Owned (c)	Footnote Ref. (d)
NONE			

ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

OFFICERS

1. Report below the name, title and salary for each executive officer whose salary is \$50,000 or more. An "executive officer" of a respondent includes its president, secretary, treasurer, and vice president in charge of a principal business unit, division or function (such as sales, administration or finance), and any other person who performs similar policymaking functions.

2. If a change was made during the year in the incumbent of

any position, show name and total remuneration of the previous incumbent, and date the change in incumbency was made.

3. Utilities which are required to file the same data with the Securities and Exchange Commission, may substitute a copy of item 4 of Regulation S-K (identified as this page). The substituted page(s) should be the same size as this page.

Line No.	Title (a)	Name of Officer (b)	Salary for Year (c)
1	PRESIDENT	STUART SHOAF	\$106,507
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Name of Respondent		For the Year Ended	
ST. JOE NATURAL GAS COMPANY, INC.		Dec. 31, 2001	
DIRECTORS			
1. Report below the information called for concerning each director of the respondent who held office at any time during the year. Include in column (a) abbreviated titles of the directors who are officers of the respondent.		2. Designate members of the Executive Committee by an asterisk and the Chairman of the Executive Committee by a double asterisk.	
Name (and Title) of Director (a)	Principal Business Address (b)	No. of Directors Meetings During Yr. (c)	Fees During Year (d)
STUART SHOAF, PRESIDENT	301 LONG AVENUE, PSJ	12	-
RENEE SHOAF, DIRECTOR	301 LONG AVENUE, PSJ	12	\$8,250
CHARLES COSTIN, VICE PRESIDENT	301 LONG AVENUE, PSJ	12	\$8,250
MARGARET COSTIN, DIRECTOR	301 LONG AVENUE, PSJ	12	\$8,250

SECURITY HOLDERS AND VOTING POWERS

1. Give the names and addresses of the 10 security holders of the respondents who, at the date of the latest closing of the stock book or compilation of the list of stockholders of the respondent, prior to the end of the year, had the highest voting powers in the respondent, and state the number of votes which each would have had the right to cast on that date if a meeting were in order. If any such holder held in trust, give in a footnote the known particulars of the trust (whether voting trust, etc.) duration of the trust, and principal holders of beneficiary interests in the trust. If the stock book was not closed or a list of stockholders was not compiled within one year prior to the end of the year, or if since the previous compilation of a list of stockholders, some other class of security has become vested with voting rights, then show such 10 security holders as of the close of the year. Arrange the names of the security holders in the order of voting power, commencing with the highest. Show in column (a) the titles of officers and directors included in such list of 10 security holders.

2. If any security other than stock carries voting rights, explain in a supplemental statement of circumstances whereby such security became vested with voting rights and

give other important particulars (details) concerning the voting rights of such security. State whether voting rights are actual or contingent: if contingent, describe the contingency.

3. If any class or issue of security has any special privileges in the election of directors, trustees or managers, or in the determination of corporate action by any method, explain briefly in a footnote.

4. Furnish particulars (details) concerning any options, warrants, or rights outstanding at the end of the year for others to purchase securities of the respondent or any securities or other assets owned by the respondent, including prices, expiration dates, and other material information relating to exercise of the options, warrants, or rights. Specify the amount of such securities or assets so entitled to be purchased by any officer, director, associated company, or any of the ten largest security holders. This instruction is inapplicable to convertible securities or to any securities substantially all of which are outstanding in the hands of the general public where the options, warrants or rights were issued on a prorata basis.

1. Give date of the latest closing of the stock book prior to the end year, and state the purpose of such closing:

2. State the total number of votes cast at the latest general meeting prior to the end of year for the election of directors of the respondents and number of such votes cast by proxy.

3. Give the date, and place of such meeting:

Total:  
By Proxy:

VOTING SECURITIES

Number of votes as of (date):

Line No.	Name (Title) and Address of Security Holder (a)	Total Votes (b)	Common Stock (c)	Preferred Stock (d)	Other (e)
4	TOTAL votes of all voting securities	667	667		
5	TOTAL number of security holders	4	4		
6	TOTAL votes of security holders listed below	667	667		
7	MARGARET COSTIN	7	7		
8	CHARLES COSTIN	325	325		
9	RENEE SHOAF	325	325		
10	STUART SHOAF	10	10		
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**IMPORTANT CHANGES DURING THE YEAR**

Give particulars (details) concerning the matters indicated below. Make the statements explicit and precise, and number them in accordance with the inquires. Each inquiry should be answered. Enter "none" "not applicable," or "NA" where applicable. If information which answers an inquiry is given elsewhere in the report, make a reference to the schedule in which it appears.

1. Changes in and important information to franchise rights: Describe the actual consideration given therefore and state from whom the franchise rights were acquired. If acquired without the payment of consideration, state that fact.
2. Acquisition of ownership in other companies by reorganization, merger, or consolidation with other companies: Give name of companies involved, particulars concerning the transactions, name of the Commission authorizing the transaction, and reference to Commission authorization.
3. Purchase or sale of an operating unit or system: Give brief description of the property, and of the transactions relating thereto, and reference to Commission authorization, if any was required. Give date journal entries called for by the Uniform System of Accounts were submitted to the Commission.
4. Important leaseholds (other than leaseholds for natural gas lands) that have been acquired or given, assigned or surrendered: Give effective dates, lengths of terms, names of parties, rents, and other conditions. State name of Commission authorizing lease and give reference to such authorization.
5. Important extension or reduction of transmission or distribution system: State territory added or relinquished and date operations began or ceased give reference to Commission authorization, if any was required. State also the approximate number of customers added or lost and approximate annual revenues of each class of service. Each natural gas company must also state major new continuing sources of gas made available to it from purchases,

development, purchase contract or otherwise, giving location and approximate total gas volumes available, period of contracts, and other parties to any such arrangements etc.

6. Obligations incurred or assumed by respondent as guarantor for the performance by another of any agreement or obligation, including ordinary commercial paper maturing on demand or not later than one year after date of issue: State on behalf of whom the obligation was assumed and amount of the obligation. Give reference to Commission authorization if any was required.
7. Changes in articles of incorporation or amendments to charter: Explain the nature and purpose of such changes or amendments.
8. State the estimated annual effect and nature of any important wage scale changes during the year.
9. State briefly the status of any materially important legal proceedings pending at the end of the year, and the results of any such proceedings culminated during the year.
10. State briefly the status of any materially important transactions of the respondent not disclosed elsewhere in this report in which an officer, director, security holder reported on page 8, voting trustee, associated company or known associate of any of these persons was a party or in which any such person had a material interest.
11. Estimate increase or decrease in annual revenues due to important rate changes: State effective rate and approximate amount of increase or decrease from each revenue classification. State the number of customers affected.
12. If the important changes during the year relating to the respondent company appearing in the annual report to stockholders are applicable in every respect and furnish the data required by instruction 1 to 11 above, such notes may be attached to this page.

11.

EFFECTIVE RATE

	CUSTOMER CHARGE	NON-FUEL CHARGE	INCREASE /DECREASE	NUMBER OF CUSTOMERS
RESIDENTIAL	\$9.00	\$0.38086	\$136,906.35	3086
SMALL COMMERCIAL	\$9.00	\$0.38086	\$1,304.07	213
COMMERCIAL	\$40.00	\$0.20665	\$14,774.83	42
LARGE COMMERCIAL	\$360.00	\$0.04210	\$77.98	4
INTERRUPTIBLE	\$1,000.00	\$0.08091	\$7,415.31	1
LARGE INTERRUPTIBLE	\$1,000.00	\$0.03676	(\$20,259.47)	3
			<u>\$140,219.07</u>	<u>3349</u>

COMPARATIVE BALANCE SHEET (ASSETS AND OTHER DEBITS)				
Line No.	Title of Account (a)	Ref. Page No. (b)	Balance at Beginning of Year (c) 2000	Balance at End of Year (d) 2001
1	<b>UTILITY PLANT</b>			
2	Utility Plant (101-106, 114)	20-21	5,978,005.39	6,075,529.57
3	Construction Work in Progress (107)	20-21	16,058.59	25,865.95
4	<b>TOTAL Utility Plant (Enter Total of lines 2 and 3)</b>		<b>\$5,994,063.98</b>	<b>\$6,101,395.52</b>
5	(Less) Accum. Prov. for Depr. Amort. Depl. (108, 111, 115)	20-21	2,204,182.18	2,382,744.05
6	<b>Net Utility Plant (Enter Total of line 4 less 5)</b>		<b>\$3,789,881.80</b>	<b>\$3,718,651.47</b>
7	Utility Plant Adjustments (116)	19		
8	Gas Stored (117.1, 117.2, 117.3, 117.4)	-		
9	<b>OTHER PROPERTY AND INVESTMENTS</b>			
10	Nonutility Property (121)	-		
11	(Less) Accum. Prov. for Depr. and Amort. (122)	-		
12	Investments in Associated Companies (123)	-		
13	Investment in Subsidiary Companies (123.1)	-		
14	Other Investments (124)	-		
15	Special Funds (125-128)	-		
16	<b>TOTAL Other Property and Investments (Total of lines 10 through 15)</b>			
17	<b>CURRENT AND ACCRUED ASSETS</b>			
18	Cash (131)	-	145,867.00	77,514.22
19	Special Deposits (132-134)	-		
20	Working Funds (135)	-		
21	Temporary Cash Investments (136)	-		
22	Notes Receivable (141)	-		
23	Customer Accounts Receivable (142)	-	269,566.72	156,513.16
24	Other Accounts Receivable (143)	-	43,421.93	9,933.05
25	(Less) Accum. Prov. for Uncollectible Acct.-Credit (144)	-	-	-
26	Notes Receivable from Associated Companies (145)	-		
27	Accounts Receivable from Assoc. Companies (146)	-		
28	Fuel Stock (151)	-		
29	Fuel Stock Expense Undistributed (152)	-		
30	Residuals (Elec) and Extracted Products (Gas) (153)	-		
31	Plant Material and Operating Supplies (154)	-	4,849.62	7,375.93
32	Merchandise (155)	-	5,178.77	6,282.95
33	Other Material and Supplies (156)	-	13,665.00	14,415.14
34	Stores Expenses Undistributed (163)	-		
35	Gas Stored Undgrd. & Liq. Nat. Gas Stored (164.1-164.3)	-		
36	Prepayments (165)	32	18,692.60	25,574.34
37	Deferred Charges (170) - New	-	-	-
38	Interest and Dividends Receivable (171)	-		
39	Rents Receivable (172)	-		
40	Accrued Utility Revenues (173)	-	-	-
41	Miscellaneous Current and Accrued Assets (174)	-		
42	<b>TOTAL Current and Accrued Assets (Enter Total of lines 18 through 41)</b>		<b>\$501,241.64</b>	<b>\$297,608.79</b>
43	<b>DEFERRED DEBITS</b>			
44	Unamortized Debt Expense (181)	-		
45	Extraordinary Property Losses (182.1)	32		
46	Unrecovered Plant and Regulatory Study Costs (182.2)	32		
47	Other Regulatory Assets (182.3)	33		
48	Prelim. Survey and Investigation Charges (Gas) (183.1, 183.2)	-		
49	Clearing Accounts (184)	-	543,538.89	-
50	Temporary Facilities (185)	-		
51	Miscellaneous Deferred Debits (186)	34	(530,685.67)	8,276.00
52	Def. Losses from Disposition of Utility Plant. (187)	-		
53	Research, Devel. and Demonstration Expend. (188)	-		
54	Unamortized Loss on Reacquired Debt (189)	-		
55	Accumulated Deferred Income Taxes (190)	35		
56	Unrecovered Purchased Gas Costs (191)	-	113,618.17	85,024.17
57	<b>TOTAL Deferred Debits (Enter Total of lines 44 through 56)</b>		<b>\$126,471.39</b>	<b>\$93,300.17</b>
58	<b>TOTAL Assets and other Debits (Enter Total of lines 6, 7, 8, 16, 42, 57)</b>		<b>\$4,417,594.83</b>	<b>\$4,109,560.43</b>

Name of Respondent		For the Year Ended		
ST. JOE NATURAL GAS COMPANY, INC.		Dec. 31, 2001		
COMPARATIVE BALANCE SHEET (LIABILITIES AND OTHER CREDITS)				
Line No.	Title of Account (a)	Ref. Page No. (b)	Balance at Beginning of Year (c) 2000	Balance at End of Year (d) 2001
1	PROPRIETARY CAPITAL			
2	Common Stock (201, 202, 203, 205, 206, 207)	-	\$66,700.00	\$66,700.00
3	Preferred Stock Issued (204)	-		
4	Other Paid-In Capital (208-211) & Accounts 212, 213, 214	-	234,694.00	234,694.00
5	Retained Earnings (215, 215.1, 216)	15-16		
6	Unappropriated Undistributed Subsidiary Earnings (216.1)	15-16	1,833,833.59	1,630,782.31
7	(Less) Reacquired Capital Stock (217)	-		
8	TOTAL Proprietary Capital (Enter Total of lines 2 through 7)		\$2,135,227.59	\$1,932,176.31
9	LONG-TERM DEBT			
10	Bonds (221)	37		
11	(Less) Reacquired Bonds (222)	37		
12	Advances from Associated Companies (223)	37		
13	Other Long-Term Debt (224)	37	-	170,731.23
14	Unamortized Premium on Long-Term Debt (225)	38		
15	(Less) Unamortized Discount on Long-Term Debt-Dr. (226)	38		
16	TOTAL Long-Term Debt (Enter Total of lines 10 through 15)		-	\$170,731.23
17	OTHER NONCURRENT LIABILITIES			
18	Obligations Under Capital Leases - Noncurrent (227)	-		
19	Accumulated Provision for Property Insurance (228.1)	-		
20	Accumulated Provision for Injuries and Damages (228.2)	-		
21	Accumulated Provision for Pensions and Benefits (228.3)	-		
22	Accumulated Miscellaneous Operating Provisions (228.4)	-		
23	Accumulated Provision for Rate Refunds (229)	-		
24	TOTAL Other Noncurrent Liabilities (Enter Total of lines 18 through 23)			
25	CURRENT AND ACCRUED LIABILITIES			
26	Notes Payable (231)	-	150,000.00	150,000.00
27	Accounts Payable (232)	-	342,055.93	110,142.60
28	Notes Payable to Associated Companies (233)	-		
29	Accounts Payable to Associated Companies (234)	-		
30	Customer Deposits (235)	-	30,919.00	32,744.00
31	Taxes Accrued (236)	41	3,602.29	10,662.60
32	Interest Accrued (237)	-	12,927.30	7,099.29
33	Dividends Declared (238)	-		
34	Matured Long-Term Debt (239)	-		
35	Matured Interest (240)	-		
36	Tax Collections Payable (241)	-	8,281.59	6,853.27
37	Miscellaneous Current and Accrued Liabilities (242)	43	-	-
38	Obligations Under Capital Leases-Current (243)	-		
39				
40	TOTAL Current and Accrued Liabilities (Enter Total of lines 26 through 39)		\$547,786.11	\$317,501.76
41	DEFERRED CREDITS			
42	Customer Advances for Construction (252)	-		
43	Other Deferred Credits (253)	43	1,555,075.13	1,504,153.13
44	Other Regulatory Liabilities (254)	45		
45	Accumulated Deferred Investment Tax Credits (255)	42		
46	Deferred Gains from Disposition of Utility Plant (256)	-		
47	Unamortized Gain on Reacquired Debt (257)	39		
48	Accumulated Deferred Income Taxes (281-283)	44	179,506.00	184,998.00
49	TOTAL Deferred Credits (Enter Total of lines 42 through 48)		1,734,581.13	1,689,151.13
50				
51	TOTAL Liabilities and Other Credits (Enter Total of lines 8, 16, 24, 40 and 49)		\$4,417,594.83	\$4,109,560.43
52				

STATEMENT OF INCOME

1. Report amounts for Accounts 412 and 413, Revenue and Expenses from Utility Plant Leased to Others, in another utility column (i,k,m,o) in a similar manner to a utility department. Spread the amount (s) over lines 01 through 24 as appropriate. Include these amounts in columns (c) and (d) totals.

2. Report amounts in Account 414, Other Utility Operating Income, in the same manner as Accounts 412 and 413 above.

3. Report data for lines 7,9,10 for Natural Gas companies using accounts 404.1, 404.2, 404.3, 407.1 and 407.2.

4. Use page 19 for important notes regarding the statement of income or any account thereof.

5. Give concise explanations on page 19 concerning

unsettled rate proceedings where a contingency exists such that refunds of a material amount may need to be made to the utility's customers or which may result in a material refund to the utility with respect to power or gas purchases. State for each year affected the gross revenues or costs to which the contingency relates and the tax effects together with an explanation of the major factors which affect the rights of the utility to retain such revenues or recover amounts paid with respect to power and gas purchases.

6. Give concise explanations on page 19 concerning significant amounts of any refunds made or received during the year resulting from settlement of any rate proceeding affecting

Line No.	Account (a)	Ref. Page No. (b)	Total Current Year (c) 2001	Total Previous Year (d) 2000
1	UTILITY OPERATING INCOME			
2	Operating Revenues (400)	46-47	\$2,253,796.60	\$1,799,122.40
3	Operating Expenses			
4	Operation Expenses (401)	49-51	1,769,842.09	1,420,570.86
5	Maintenance Expenses (402)	49-51		
6	Depreciation Expense (403)	59	235,087.07	235,123.93
7	Amort. & Depl. of Utility Plant (404-405)	59		
8	Amort. of Utility Plant Acq. Adj. (406)	59		
9	Amort. of Property Losses, Unrecovered Plant and Regulatory Study Costs (407.1)	-		
10	Amort. of Conversion Expenses (407.2)	-		
11	Regulatory Debits (407.3)	-		
12	(Less) Regulatory Credits (407.4)	-		
13	Taxes Other Than Income Taxes (408.1)	41	144,967.21	138,556.67
14	Income Taxes - Federal (409.1)	41	20,911.00	1,799.00
15	- Other (409.1)	41		
16	Provision for Deferred Inc. Taxes (410.1)	35, 44		
17	(Less) Provision for Deferred Income Taxes - Cr.(411.1)	35, 44		
18	Investment Tax Credit Adj. - Net (411.4)	42		
19	(Less) Gains from Disp. of Utility Plant (411.6)	-		
20	Losses from Disp. of Utility Plant (411.7)	-		
21	(Less) Gains from Disposition of Allowances (411.8)	-		
22	Losses from Disposition of Allowances (411.9)	-		
23	TOTAL Utility Operating Expenses (Total of lines 4 -22)		<u>2,170,807.37</u>	<u>1,796,050.46</u>
24	Net Utility Operating Income (Total of line 2 less 23) (Carry forward to page 14, line 25)		<u>\$82,989.23</u>	<u>\$3,071.94</u>

Name of Respondent

ST. JOE NATURAL GAS COMPANY, INC.

For the Year Ended

Dec. 31, 2001

STATEMENT OF INCOME (Continued)

revenues received or costs incurred for power or gas purchases, and a summary of the adjustments made to balance sheet, income, and expense accounts.

7. If any notes appearing in the report to stockholders are applicable to this Statement of Income, such notes may be attached at page 19.

8. Enter on page 19 a concise explanation of only those changes in accounting methods made during the year which had an effect on net income, including the basis of

allocations and apportionments from those used in the preceding year. Also give the approximate dollar effect of such changes.

9. Explain in a footnote if the previous year's figures are different from that reported in prior reports.

10. If the columns are insufficient for reporting additional utility departments, supply the appropriate account titles, lines 2 to 22, and report the information in the blank space on page 19 or in a supplemental statement.

ELECTRIC UTILITY		GAS UTILITY		OTHER UTILITY - WATER		Line No.
Current Year (e)	Previous Year (f)	Current Year (g)	Previous Year (h)	Current Year (i)	Previous Year (j)	
						1
		\$2,253,797	\$1,799,122			2
						3
		1,769,842	1,420,571			4
						5
		235,087	235,124			6
						7
						8
						9
						10
						11
						12
		144,967	138,557			13
		20,911	1,799			14
						15
						16
						17
						18
						19
						20
						21
						22
		2,170,807	1,796,050			23
		\$82,989	\$3,072			24

Name of Respondent		For the Year Ended		
ST. JOE NATURAL GAS COMPANY, INC.		Dec. 31, 2001		
STATEMENT OF INCOME (Continued)				
Line No.	Account (a)	Ref. Page No. (b)	TOTAL	
			Current Year (c) 2001	Previous Year (c) 2000
25	Net Utility Operating Income (Carried forward from page 12)		\$82,989.23	\$3,071.94
26	Other Income and Deductions			
27	Other Income			
28	Nonutility Operating Income			
29	Revenues From Merchandising, Jobbing and Contract Work (415)	-	86,496.37	119,001.37
	(Less) Costs and Exp. of Merchandising, Job & Contract Work (416)	-	(96,577.86)	(98,938.79)
31	Revenues From Nonutility Operations (417)	-		
32	(Less) Expenses of Nonutility Operations (417.1)	-		
33	Nonoperating Rental Income (418)	-		
34	Equity in Earnings of Subsidiary Companies (418.1)	15-16		
35	Interest and Dividend Income (419)	-	6,581.06	9,835.81
36	Allowance for Other Funds Used During Construction (419.1)	-		
37	Miscellaneous Nonoperating Income (421)	-	12,496.11	3,083.60
38	Gain on Disposition of Property (421.1)	-		
39	TOTAL Other Income (Enter Total of lines 29 through 38)		8,995.68	32,981.99
40	Other Income Deductions			
41	Loss on Disposition of Property (421.2)	-		
42	Miscellaneous Amortization (425)	60		
43	Miscellaneous Income Deductions (426.1-426.5)	60	(1,574.08)	(1,250.00)
44	TOTAL Other Income Deductions (Total of lines 41 through 43)		(1,574.08)	(1,250.00)
45	Taxes Applic. to Other Income and Deductions			
46	Taxes Other Than Income Taxes (408.2)	41		
47	Income Taxes - Federal (409.2)	41		
48	Income Taxes - Other (409.2)	41		
49	Provision for Deferred Income Taxes (410.2)	35, 44		
50	(Less) Provision for Deferred Income Taxes - Cr. (411.2)	35, 44		
51	Investment Tax Credit Adj. - Net (411.5)	-		
52	(Less) Investment Tax Credits (420)	-		
53	TOTAL Taxes on Other Inc. and Ded. (Enter Total of 46 through 52)			
54	Net Other Income and Deductions (Enter Total of lines 39,44,53)		7,421.60	31,731.99
55	Interest Charges			
56	Interest on Long-Term Debt (427)	-	(10,875.05)	-
57	Amortization of Debt Disc. and Expense (428)	38		
58	Amortization of Loss on Recquired Debt (428.1)	-		
59	(Less) Amort. of Premium on Debt - Credit (429)	38		
60	(Less) Amortization of Gain on Recquired Debt - Credit (429.1)	-		
61	Interest on Debt to Assoc. Companies (430)	60		
62	Other Interest Expense (431)	60	(13,196.06)	(26,270.01)
63	(Less) Allow. for Borrowed Funds Used During Const. - Cr. (432)	-		
64	Net Interest Charges (Total of lines 56 through 63)		(24,071.11)	(26,270.01)
65	Income Before Extraordinary Items (Enter Total of lines 25, 54 and 64)		66,339.72	8,533.92
66	Extraordinary Items			
67	Extraordinary Income (434)	-		
68	(Less) Extraordinary Deductions (435)	-		
69	Net Extraordinary Items (Enter Total of line 67 less line 68)			
70	Income Taxes - Federal and Other (409.3)	41		
71	Extraordinary Items After Taxes (Enter Total of line 69 less line 70)			
72	Net Income (Enter Total of lines 65 and 71)		\$66,339.72	\$8,533.92



Name of Respondent

For the Year Ended

ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

## STATEMENT OF RETAINED EARNINGS

1. Report all changes in appropriate retained earnings, unappropriated retained earnings, and unappropriated undistributed subsidiary earnings for the year.

2. Each credit and debit during the year should be identified as to the retained earnings account in which recorded (Accounts 433, 436-439 inclusive). Show the contra primary account affected in column (b).

3. State the purpose and amount for each reservation or appropriation of retained earnings.

4. List first Account 439, Adjustments to Retained Earnings, reflecting adjustments to the opening balance of retained earnings. Follow by credit, then debit items, in that order.

5. Show dividends for each class and series of capital stock.

6. Show separately the state and federal income tax effect of items shown in account 439, Adjustments to Retained Earnings.

7. Explain in a footnote the basis for determining the amount reserved or appropriated. If such reservations or appropriation is to be recurrent, state the number and annual amounts to be reserved or appropriated as well as the totals eventually to be accumulated.

8. If any notes appearing in the report to stockholders are applicable to this statement attach them at page 19.

Line No.	Item (a)	Contra Primary Account Affected (b)	Amount (c)
	UNAPPROPRIATED RETAINED EARNINGS (Account 216)		
1	Balance - Beginning of Year		\$1,833,833.59
2	Changes (Identify by prescribed retained earnings accounts)		
3	Adjustments to Retained Earnings (Account 439):		
4	Credit:		
5	Credit:		
6	Credit:		
7	Credit:		
8	Credit:		
9	TOTAL Credits to Retained Earnings (Account 439) (Enter Total of lines 4 through 8)		
10	Debit: Deferred Income Tax		(149,331.00)
11	Debit:		
12	Debit:		
13	Debit:		
14	Debit:		
15	TOTAL Debits to Retained Earnings (Account 439) (Enter Total of lines 10 through 14)		(149,331.00)
16	Balance Transferred from Income (Account 433 less Account 418.1)		66,339.72
17	Appropriations of Retained Earnings (Account 436)		
18			
19			
20			
21	TOTAL Appropriations of Retained Earnings (Account 436)		
22	(Enter Total of lines 18 through 20)		
23	Dividends Declared - Preferred Stock (Account 437)		
24			
25			
26			
27			
28	TOTAL Dividends Declared - Preferred Stock (Account 437)		
29	(Enter Total of lines 24 through 27)		
30	Dividends Declared - Common Stock (Account 438)		
31			
32			
33			
34			
35	TOTAL Dividends Declared - Common Stock (Account 438)		
36	(Enter Total of lines 31 through 34)		
37	Transfers from Acct. 216.1, Unappropriated Undistributed Subsidiary Earnings		
38	Balance - End of Year (Enter Total of lines 01, 09, 15, 16, 22, 29, 36 and 37)		\$1,750,842.31

Name of Respondent		For the Year Ended
ST. JOE NATURAL GAS COMPANY, INC.		Dec. 31, 2001
STATEMENT OF RETAINED EARNINGS (Continued)		\$1,750,842.31
Line No.	Item (a)	Amount (b)
	APPROPRIATED RETAINED EARNINGS (Account 215)	
	State balance and purpose of each appropriated retained earnings amount at end of year and give accounting entries for any applications of appropriated retained earnings during the year.	
39	DIVIDENDS PAID TO STOCKHOLDERS	(120,060.00)
40		
41		
42		
43		
44		
45	TOTAL Appropriated Retained Earnings (Account 215)	(\$120,060.00)
	APPROPRIATED RETAINED EARNINGS - Amortization , Reserve, Federal (Account 215.1)	
	State below the total amount set aside through appropriations of retained earnings, as of the end of the year, in compliance with the provisions of Federally granted hydroelectric project licenses held by the respondent. If any reductions or changes other than the normal annual credits hereto have been made during the year, explain such items in a footnote.	
46	TOTAL Appropriated Retained Earnings - Amortization Reserve, Federal (Account 215.1)	
47	TOTAL Appropriated Retained Earnings (Accounts 215, 215.1)(Enter Total of lines 45 & 46)	(120,060.00)
48	TOTAL Retained Earnings (Account 215, 215.1, 216)(Enter Total of lines 38 and 47)	\$1,630,782.31
	UNAPPROPRIATED UNDISTRIBUTED SUBSIDIARY EARNINGS (Account 216.1)	
49	Balance - Beginning of Year (Debit or Credit)	
50	Equity in Earnings for Year (Credit) (Account 418.1)	
51	(Less) Dividends Received (Debit)	
52	Other Changes (Explain)	
53	Balance - End of year	

Name of Respondent		For the Year Ended
ST. JOE NATURAL GAS COMPANY, INC.		Dec. 31, 2001
STATEMENT OF CASH FLOWS		
<p>1. If the notes to the cash flow statement in the respondent's annual stockholders report are applicable to this statement, such notes should be attached to page 19. Information about noncash investing and financing activities should be provided on page 19. Provide also on page 19 a reconciliation between "Cash and Cash Equivalents at end of Year" with related amounts on the balance sheet.</p> <p>2. Under "Other" specify significant amounts and group others.</p>		<p>3. Operating Activities - Other: include gains and losses pertaining to operating activities only. Gains and losses pertaining to investing and financing activities should be reported in those activities. Show on page 19 the amounts of interest paid (net of amounts capitalized) and income taxes paid.</p>
Line No.	DESCRIPTION (See Instructions for Explanation of Codes) (a)	Amounts- (b)
1	Net Cash Flow From Operating Activities:	
2	Net Income (Line 72(c) on page 14)	\$66,340
3	Non-Cash Charges (Credits) to Income:	
4	Depreciation and Depletion	235,087
5	Amortization of (Specify)	
6	Net (Increase) Decrease in Allowance for Doubtful Accounts	-
7	Net (Increase) Decrease in Deferred Credits (Prepaid Gas)	(50,922)
8	Deferred Income Taxes (Net)	(143,839)
9	Investment Tax Credit Adjustments (Net)	
10	Net (Increase) Decreases in Receivables	146,542
11	Net (Increase) Decreases in Inventory	4,381
12	Net (Increase) Decreases in Allowances Inventory	
13	Net (Decrease) Increase in Payables and Accrued Expenses	(234,414)
14	Net (Increase) Decreases in Other Regulatory Assets	28,595
15	Net (Decrease) Increase in Other Regulatory Liabilities	-
16	(Less) Allowance for Other Funds Used During Construction	
17	(Less) Undistributed Earnings from Subsidiary Companies	
18	Other: CUSTOMER DEPOSITS	1,825
19		
20		
21	Net Cash Provided by (Used in) Operating Activities (Total of lines 2 through 20)	53,595
22		
23	Cash Flows from Investment Activities:	
24	Construction and Acquisition of Plant( including land):	
25	Gross Additions to Utility Plant	(172,619)
26	Gross Additions to Common Utility Plant	
27	Gross Additions to Nonutility Plant	
28	(Less) Allowance for Other Funds Used During Construction	
29	Other:	
30		
31		
32		
33	Cash Outflows for Plant (Total of lines 24 through 32)	(172,619)
34		
35	Acquisition of Other Noncurrent Assets (d)	
36	Proceeds from Disposal of Noncurrent Assets (d)	
37	Investment in and Advances to Assoc. and Subsidiary Companies	
38	Contributions and Advances from Assoc. and Subsidiary Companies	
39	Disposition of Investments in (and Advances to)	
40	Associated and Subsidiary Companies	
41	Purchases of Investment Securities (a)	
42	Proceeds from Sales of Investment Securities (a)	

Name of Respondent		For the Year Ended
ST. JOE NATURAL GAS COMPANY, INC.		Dec. 31, 2001
STATEMENT OF CASH FLOWS (Continued)		
4. Investing Activities		5. Codes used:
<p>Include at other (line 31) net cash outflows to acquire other companies. Provide a reconciliation of assets acquired with liabilities assumed on page 19.</p> <p>Do not include on this statement the dollar amount of leases capitalized per USofA General instruction 20; instead provide a reconciliation of the dollar amount of leases capitalized with the plant cost on page 19.</p>		<p>(a) Net proceeds or payments</p> <p>(b) Bonds, debentures and other long-term debt.</p> <p>(c) Include commercial paper</p> <p>(d) Identify separately such items as investments, fixed assets, intangibles, etc.</p>
		6. Enter on page 19 clarifications and explanations.
Line No.	DESCRIPTION (See Instruction No. 5 for Explanation of Codes) (a)	Amounts (b)
	TOTAL BROUGHT FORWARD FROM PAGE #17	(\$172,619)
46	Loans Made or Purchased	\$170,731
47	Collections on Loans	
48		
49	Net (Increase) Decrease in Receivables	
50	Net (Increase) Decrease in Inventory	
51	Net (Increase) Decrease in	
52	Allowances Held for Speculation	
53	Net Increase (Decrease) in Payables and Accrued Expenses	
54	Other:	
55		
56	Net Cash Provided by (Used in) Investing Activities	
57	(Total of lines 33 through 55)	(1,888)
58		
59	Cash Flows From Financing Activities:	
60	Proceeds from Issuance of:	
61	Long-Term Debt (b)	
62	Preferred Stock	
63	Common Stock	
64	Other	
65		
66	Net Increase in Short-term Debt (c)	
67	Other:	
68		
69		
70	Cash provided by Outside Sources (Total of lines 61 through 69)	-
71		
72	Payments of Retirement of:	
73	Long-Term Debt (b)	-
74	Preferred Stock	
75	Common Stock	
76	Other:	
77		
78	Net Decrease in Short-Term Debt (c)	
79		
80	Dividends on Preferred Stock	
81	Dividends on Common Stock	(120,060)
82	Net Cash Provided by (Used in) Financing Activities	
83	(Total of lines 70 through 81)	(120,060)
84		
85	Net Increase (Decrease) in Cash and Cash Equivalents	
86	(Total of lines 21, 57, and 83)	(68,353)
87		
88	Cash and Cash Equivalents at Beginning of Year	145,867
89		
90	Cash and Cash Equivalents at End of Year	77,514

Name of Respondent

For the Year Ended

ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

NOTES TO THE FINANCIAL STATEMENTS ON A CONSOLIDATED BASIS

1. Use the space below for important notes regarding the Balance Sheet, Statement of Income for the year, Statement of Retained Earnings for the year, and Statement of Changes in Financial Position, or any account thereof. Classify the notes according to each basic statement, providing a subheading for each statement except where a note is applicable to more than one statement.

2. Furnish particulars (details) as to any significant contingent assets or liabilities existing at end of year, including a brief explanation of any action initiated by the Internal Revenue Service involving possible assessment of additional income taxes of material amount, or of a claim for refund of income taxes of a material amount initiated by the utility. Give also a brief explanation of any dividends in arrears on cumulative preferred stock.

3. For Account 116, Utility Plant Adjustments, explain the origin of such amount, debits and credits during the year, and

plan of disposition contemplated, giving references to Commission orders or other authorizations respecting classification of amounts as plant adjustments and requirements as to disposition thereof.

4. Where Accounts 189, Unamortized Loss on Reacquired Debt, and 257, Unamortized Gain on Reacquired Debt, are not used, give an explanation, providing the rate treatment given these items. See General Instruction 17 of the Uniform System of Accounts.

5. Give a concise explanation of any retained earnings restrictions and state the amount of retained earnings affected by such restrictions.

6. If the notes to financial statements relating to the respondent company appearing in the annual report to the stockholders are applicable and furnish the data required by instructions above and on pages 12-18, such notes may be attached hereto.

REFERENCE ATTACHED NOTES BY AUDITORS. THE ATTACHED NOTES ARE A PORTION OF THE TOTAL FINANCIAL STATEMENT BY AUDITORS.

**ST. JOE NATURAL GAS COMPANY, INC.**  
Notes to financial statement  
For the years ended December 31, 2001 and 2000

**Note 1 Summary of Significant Accounting Policies**

Property Plant and Equipment

The natural gas utility plant is recorded at cost, and includes an allocation of administrative and general costs, payroll costs, and construction-related costs. Maintenance and repairs of plant and replacements considered to be minor are charged direct to operating expenses.

Depreciation is computed in accordance with rates approved by the Florida Public Service Commission on a straight-line basis, with service lives ranging from 5 years to 40 years.

Accounts Receivable

Receivables are stated at their gross value, the company did not use an allowance for doubtful accounts. Because of the company policy to require deposits, ordinarily bad debt amounts, if any, are not material and are written off as incurred.

Inventories

Inventories consisting of supplies, replacement parts, and merchandise for resale are stated at the lower of cost or market. Cost is determined using the first-in, first-out valuation method.

Income Taxes

Deferred income taxes are recognized in accordance with the provisions of SFAS 109, for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases. Deferred tax assets and liabilities are measured using enacted tax rates expected to be recovered or settled. The effect on Deferred taxes of a change in tax rate is recognized in income in the period that includes the enactment date.

**ST. JOE NATURAL GAS COMPANY, INC.**  
Notes to financial statement  
For the years ended December 31, 2001 and 2000

**Note 1 Summary of Significant Account Policies, *continued***

Cash

For the purposes of cash flows, the Company considers all highly liquid debt instrument purchases with a maturity of ninety days or less to be cash equivalents. The carrying amount of these instruments approximates fair value because of their short maturity.

Use of Estimates

Management of the Company has made estimates and assumptions relating to the reporting of assets and liabilities and the disclosure of contingent assets and liabilities to prepare these financial statements in conformity with generally accepted accounting principles. Actual results could differ from those estimates.

**Note 2 Major Gas Customers**

Natural gas sales to industrial customers have declined over the past four years largely due to the closure of Florida Coast Paper Company, LLC. The major gas customers now consist of Arizona Chemical Company and the Gulf Correctional Institute. These major customers account for approximately 10% of the Company's sales.

**Note 3 Inventories**

Inventories consist of the following as of December 31, 2001:

Plant materials and supplies	\$ 7,736
Merchandise for resale	6,283
Materials and supplies	<u>14,415</u>
Total Inventories	\$28,074

**ST. JOE NATURAL GAS COMPANY, INC.**  
Notes to financial statement  
For the years ended December 31, 2001 and 2000

**Note 4 Notes Payable**

Long-term obligations at December 31, 2001, and 2000 consist of the following notes payable:

	<u>2001</u>	<u>2000</u>
Note payable to The Bank dated August 1, 2001 and maturing on July 31, 2005 at a fixed rate of 7.75% with principal and interest payments monthly. Secured by a 2001 model Chevrolet truck and a 2002 model Chevrolet truck.	\$ 40,078	
Note payable to The Bank dated January 18, 2001 and maturing on December 30, 2005 at a fixed rate of 8.75% with principal and interest payments monthly. A line of credit loan with a maximum credit limit of \$400,000 secured by the assets of St. Joe Natural Gas Company, Inc.	130,652	
Note payable to M. Costin, a shareholder of record, with interest only payable semi-annually at a fixed rate of 8.0%. This note may be called by the note holder, and is classified as short term.	<u>150,000</u>	<u>150,000</u>
	320,730	150,000
Less: Current portion	<u>(184,800)</u>	<u>(150,000)</u>
Notes payable, net of current portion	<u>\$135,930</u>	<u>0</u>

**Note 5 Deferred Credits**

The deferred credit consists of prepaid gas accounts for Florida Coast Paper Company, LLC and Gulf Correctional Institute. Because of the closure and bankruptcy of the Florida Coast Paper Company, LLC, and in accordance with the terms of the agreement dated September 8, 1997, the prepaid gas account is no longer accessible by Florida Coast Paper Company, LLC. The resulting balance of the prepaid gas account reverts to income to St. Joe Natural Gas Company. Under Florida Public Service Commission order PSC-01-1274-PAA-GU, the deferred income amount will be included in income equitably over the next 31 years. In accordance with SFAS 71 income will be recognized for financial statement presentation the same as for regulatory purposes.

	December 31,	
<u>Prepaid Gas Amounts</u>	<u>2001</u>	<u>2002</u>
Florida Coast Paper Company, LLC	\$1,476,751	1,527,673
Gulf Correctional Institute	<u>27,402</u>	<u>27,402</u>
Total deferred credit	<u>\$1,504,153</u>	<u>1,555,075</u>



**ST. JOE NATURAL GAS COMPANY, INC.**  
Notes to financial statement  
For the years ended December 31, 2001 and 2000

**Note 6 Provision for Income Taxes**

The provision for income taxes for the years ended December 31, 2001 and 2000 consists of the following:

	<u>2001</u>	<u>2000</u>
Current payable (receivable)		
Federal	\$ 1,183	(10,926)
State	819	
	<u>2,002</u>	<u>(10,926)</u>
Deferred taxes		
Federal	(125,655)	(93,601)
State	(18,184)	(12,825)
	<u>(143,839)</u>	<u>(106,426)</u>
Estimated taxes paid		
Federal	140,844	77,514
State	10,904	22,881
	<u>151,748</u>	<u>100,395</u>
Prior year overpayments		
Federal		16,756
State	11,000	2,000
	<u>11,000</u>	<u>18,756</u>
Provision for income taxes		
Federal	16,372	1,799
State	4,539	
Total provision	<u>\$ 20,911</u>	<u>1,799</u>

**ST. JOE NATURAL GAS COMPANY, INC.**  
**Notes to financial statement**  
For the years ended December 31, 2001 and 2000

**Note 6 Provision for Income Tax, *continued***

The tax effects of temporary differences that account for significant portions of the deferred tax assets and the deferred tax liabilities at December 31, 2001 and 2000 are presented below.

Deferred tax assets:	<u>2001</u>	<u>2000</u>
Deferred income, principally due to difference in recognition allowed by Public Service Commission regulation and income tax reporting purposes under Internal Revenue code section 481(a)	\$ (272,268)	(129,344)
Deferred tax liabilities:		
Property and equipment, principally due to differences in depreciation for income tax reporting purposes	<u>457,266</u>	<u>458,181</u>
Net deferred tax liability	\$ 184,998	328,837

There is no valuation allowance for deferred tax assets. The Company expects that the results of future operations will generate sufficient taxable income to allow for the utilization of deferred tax assets.

**ST. JOE NATURAL GAS COMPANY, INC.**  
Notes to financial statement  
For the years ended December 31, 2001 and 2000

**Note 7 Retirement Plan**

The Company adopted a defined contribution plan based on 15% of salaries and bonuses effective January 1, 1988. All employees 21 years of age or older and have completed six months of service are eligible to participate in the plan. The Company elected not to make contribution to the plan for 2000 and 2001

**Note 8 Purchased Gas Costs Adjustments**

The Florida Public Service Commission requires that the sale of gas be revenue neutral. The Company is allowed to recover the cost of purchased gas through customer billings. Rates are set annually based on the projected cost of gas. The over or under recovery of gas costs must be recorded, and rates adjusted accordingly in the subsequent year. The over or under recovery does not generate deferred tax assets or liabilities. The purchased gas costs adjustments are reported the same for financial and income tax reporting purposes. As of December 31, 2001, and 2000 the Company had purchased gas cost adjustment amounts of \$85,024 and (\$13,618) respectively.

**Note 9 Related Party Transactions**

As disclosed in note 4, a director of the Company holds a short-term promissory note in the amount of \$150,000 secured by 660 shares of the company's stock. The note has an interest rate of 8.0% compounded annually. Accrued interest on the note as of December 31, 2001 was \$2,134. The Florida Public Service Commission, under Proposed Agency Action proceedings limited the allowed interest rate on this loan to 8.0% compounded annually for rate making purposes.

**Note 10 Florida Public Service Commission Regulatory Action**

In recent years the St. Joe Natural Gas Company experienced a decrease in industrial natural gas sales, with the effect of a substantial reduction in revenues, while operating costs have continued to increase. As a result, the rate of return earned by the Company fell below the rate allowed by the Florida Public Service Commission (FPSC).

**ST. JOE NATURAL GAS COMPANY, INC.**  
Notes to financial statement  
For the years ended December 31, 2001 and 2000

**Note 10 Florida Public Service Commission Regulatory Action, *continued***

The Company filed a petition for a permanent rate increase under the procedures for Proposed Agency Action (PAA), with the FPSC on December 15, 2000. On February 26, 2001, the Company was granted an interim increase in annualized revenues projected to be \$355,984. A permanent rate increase was approved on June 8, 2001 allowing for an annualized increase in revenues projected to be \$327,149. As part of the PAA order, for rate base purposes, the equity of the Company is limited to 60% regardless of the actual equity amount in the company. The FPSC order approved an 11.5% rate of return on the imputed equity amount.

**Note 11 Dividends**

The Company declared dividends as follows for the years ending December 31, 2001 and 2000:

	<u>2001</u>	<u>2000</u>
Dividends paid	\$120,060	75,038

Name of Respondent		For the Year Ended	
ST. JOE NATURAL GAS COMPANY, INC.		Dec. 31, 2001	
SUMMARY OF UTILITY PLANT AND ACCUMULATED PROVISIONS FOR DEPRECIATION, AMORTIZATION AND DEPLETION			
Line No.	Item (a)	Total (b)	Electric (c)
1	UTILITY PLANT		
2	In Service		
3	101 Plant in Service (Classified)	6,075,530	
4	101.1 Property Under Capital Leases		
5	102 Plant Purchased or Sold		
6	106 Completed Construction not Classified		
7	103 Experimental Plant Unclassified		
8	104 Leased to Others		
9	105 Held for Future Use		
10	114 Acquisition Adjustments		
11	TOTAL Utility Plant (Enter Total of lines 3 through 10 )	6,075,530	
12	107 Construction Work in Progress	25,866	
13	Accum. Prov. for Depr., Amort., & Depl.	2,382,744	
14	Net Utility Plant (Enter total of lines 11 plus 12 less line 13)	3,718,651	
15	DETAIL OF ACCUMULATED PROVISIONS FOR DEPRECIATION, AMORTIZATION AND DEPLETION		
16	In Service:		
17	108 Depreciation	2,382,744	
18	111 Amort. and Depl. of Producing Nat. Gas Land & Land Rights		
19	111 Amort. of Underground Storage Land and Land Rights		
20	119 Amort. of Other Utility Plant		
21	TOTAL in Service (Enter Total of lines 17 through 20)	2,382,744	
22	Leased to Others		
23	108 Depreciation		
24	111 Amortization and Depletion		
25	TOTAL Leased to Others (Enter Total of lines 23 and 24)		
26	Held for Future Use		
27	108 Depreciation		
28	111 Amortization		
29	TOTAL Held for Future Use (Enter. Tot. of lines 27 and 28)		
30	111 Abandonment of Leases (Natural Gas)		
31	115 Amort. of Plant Acquisition Adjustment		
32	TOTAL Acc. Provisions (Should agree with line 14 above) (Enter Total of lines 21, 25, 29, 30, and 31)	2,382,744	

Name of Respondent

For the Year Ended

ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

SUMMARY OF UTILITY PLANT AND ACCUMULATED PROVISIONS  
FOR DEPRECIATION, AMORTIZATION AND DEPLETION (Continued)

Gas (d)	Water (e)	Other (Specify) (f)	Other (Specify) (g)	Common (h)	Line No.
					1
					2
6,075,530					3
					4
					5
					6
					7
					8
					9
					10
6,075,530					11
25,866					12
2,382,744					13
					14
3,718,651					15
					16
					17
2,382,744					18
					19
					20
					21
2,382,744					22
					23
					24
					25
					26
					27
					28
					29
					30
					31
					32
					33
2,382,744					

## Annual Status Report Analysis of Plant in Service Accounts

Company: ST. JOE NATURAL GAS COMPANY, INC.

For the Year Ended December 31, 2001

Page 1 of 3

Acct. No.	Account Description	Depr. Rate	Beginning Balance*	Additions	Retirements	Reclass.	Adjustments	Transfers	Ending Balance*
374	Land-Distribution		\$22,517.70						\$22,517.70
389	Land-General		28,220.00						28,220.00
301-303	INTANGIBLE PLANT		13,149.10						13,149.10
	<b>Amortizable General Plant Assets:</b>								
<b>Depreciable Assets:</b> This schedule should identify each account/subaccount for which a separate depreciation rate has been approved by the FPSC.									
375	BUILDING & IMPROVEMENTS		21,394.10						21,394.10
376	MAINS - PLASTIC		651,254.78	44,233.21					695,487.99
376	MAINS - STEEL		2,892,797.20		638.67				2,892,797.20
378	M & R EQUIPMENT (DISTRIBUTION)		99,829.21	2,122.00					101,312.54
379	M & R EQUIPMENT (CITY GATE)		452,422.60	32,639.78	10,741.38				452,422.60
380	SERVICES - PLASTIC		505,882.19		2,480.61				507,780.59
380	SERVICES - STEEL		159,347.93		3,393.64				156,867.32
381	METERS		262,653.73	10,947.62					270,207.71
382	METER INSTALLATION		78,894.18	1,072.04	1,744.18				78,222.04
383	REGULATORS		119,218.67	3,443.05	316.20				122,345.52
384	REGULATOR INSTALLATION		29,246.98	901.04	780.82				29,367.20
385	INDUSTRIAL M & R EQUIPMENT		20,887.63						20,887.63
387	OTHER EQUIPMENT		55,337.42						55,337.42
390	STRUCTURES & IMPROVEMENTS		121,284.52						121,284.52
391	OFFICE EQUIPMENT - FURNITURE		41,739.05	2,490.00	2,310.00				41,919.05
391	OFFICE EQUIPMENT - DEVICES		14,985.15						14,985.15
391	OFFICE EQUIPMENT - COMPUTERS		78,546.02	8,672.43	761.50				86,456.95
392	TRANSPORTATION		152,844.62	47,890.72	32,523.32				166,212.02
394	TOOLS, SHOP AND GARAGE EQUIPMENT		20,992.10						20,992.10
396	POWER OPERATED EQUIPMENT		98,334.00						98,334.00
397	COMMUNICATION EQUIPMENT		36,226.51		1,197.39				35,029.12

# Annual Status Report Analysis of Plant in Service Accounts

Company: ST. JOE NATURAL GAS COMPANY, INC.

For the Year Ended December 31, 2001

Page 2 of 3

Acct. No.	Account Description	Depr. Rate	Beginning Balance*	Additions	Retirements	Reclass.	Adjustments	Transfers	Ending Balance*
(Continued)									



**Annual Status Report  
Analysis of Plant in Service Accounts**

Company: **ST. JOE NATURAL GAS COMPANY, INC.**

For the Year Ended December 31, 2001

Page 3 of 3

Acct. No.	Account Description	Depr. Rate	Beginning Balance*	Additions	Retirements	Reclass.	Adjustments	Transfers	Ending Balance*
(Continued)									
Capital Recovery Schedules:									
			5,978,005.39	154,411.89	56,887.71	0.00	0.00	0.00	6,075,529.57
<b>Total Account 101*</b>									
<b>Amortizable Assets:</b>									
114	Acquisition Adjustment								
118	Other Utility Plant								
	Other								
<b>Total Utility Plant</b>									

Note: \* The total beginning and ending balances must agree to acct. 101, Plant in Service, Line 3, Page 20.

## Annual Status Report Analysis of Entries in Accumulated Depreciation & Amortization

Company: ST. JOE NATURAL GAS COMPANY, INC.  
For the Year Ended December 31, 2001

Page 1 of 3

Acct. No.	Description	Beginning Balance*	Accruals	Reclass.	Retirements	Gross Salvage	Cost of Removal	Adjustments	Transfers	Ending Balance*
<b>Amortizable General Plant Assets:</b>										
301-303	INTANGIBLE PLANT	\$13,149.10								\$13,149.10
<b>This schedule should identify each account/subaccount for which a separate depreciation rate has been approved by the FPSC.</b>										
375	BUILDING & IMPROVEMENTS	\$9,955.92	534.85							\$10,490.77
376	MAINS - PLASTIC	\$262,881.24	22,475.97							\$285,357.21
376	MAINS - STEEL	\$935,160.89	92,569.51							\$1,027,730.40
378	M & R EQUIPMENT (DISTRIBUTION)	\$22,405.56	3,013.27		638.67		69.32			\$24,710.84
379	M & R EQUIPMENT (CITY GATE)	\$118,790.63	13,572.68		10,741.38		1,613.80			\$132,363.31
380	SERVICES - PLASTIC	\$154,272.40	22,756.59		2,480.61		353.07			\$164,673.81
380	SERVICES - STEEL	\$160,600.28	6,322.64		3,393.64					\$164,089.24
381	METERS	\$145,500.36	10,724.48		1,744.18		702.59			\$152,831.20
382	METER INSTALLATION	\$43,757.82	2,988.05		316.20					\$44,299.10
383	REGULATORS	\$37,106.18	4,263.09		780.82					\$41,053.07
384	REGULATOR INSTALLATION	\$11,266.54	1,291.71							\$11,078.72
385	INDUSTRIAL M & R EQUIPMENT	(\$17,671.22)	751.95							(\$16,919.27)
387	OTHER EQUIPMENT	\$31,248.99	3,652.27							\$34,901.26
390	STRUCTURES & IMPROVEMENTS	\$48,623.80	5,942.94							\$54,566.74
391	OFFICE EQUIPMENT - FURNITURE	\$24,397.44	1,920.34		2,310.00					\$24,007.78
391	OFFICE EQUIPMENT - DEVICES	\$9,846.48	1,768.25							\$11,614.73
391	OFFICE EQUIPMENT - COMPUTERS	\$32,836.91	11,625.35		761.50					\$43,700.76
392	TRANSPORTATION	\$85,594.25	18,239.85		32,523.32	3,800.00				\$75,110.78
394	TOOLS, SHOP AND GARAGE EQUIPMENT	\$14,547.53	1,070.60							\$15,618.13
396	POWER OPERATED EQUIPMENT	\$40,228.90	7,276.72							\$47,505.62
397	COMMUNICATION EQUIPMENT	\$19,682.58	2,325.54		1,197.39					\$20,810.73

**Annual Status Report  
Analysis of Entries in Accumulated Depreciation & Amortization**

Company: ST. JOE NATURAL GAS COMPANY, INC.

For the Year Ended December 31, 2001

Page 2 of 3

Acct. No.	Account Description	Beginning Balance*	Accruals	Reclass.	Retirements	Gross Salvage	Cost of Removal	Adjustments	Transfers	Ending Balance*
(Continued)										

# Annual Status Report

## Analysis of Entries in Accumulated Depreciation & Amortization

Company: ST. JOE NATURAL GAS COMPANY, INC.

For the Year Ended December 31, 2001

Acct. No.	Account Description	Beginning Balance*	Accruals	Reclass.	Retirements	Gross Salvage	Cost of Removal	Adjustments	Transfers	Ending Balance*
(Continued)										
Capital Recovery Schedules: This schedule should identify each approved capital recovery schedule.										
Subtotal										
List any other items necessary to reconcile the total depreciation and amortization accrual amount to Acct. 403, Depreciation Expense, shown on page 12.										
		\$2,204,182.58	\$235,086.65	\$0.00	\$56,887.71	\$3,800.00	\$3,437.49	\$0.00	\$0.00	\$2,382,744.03
<b>Subtotal</b>										
<b>Grand Total</b>										

Note: \* The grand total of beginning and ending balances must agree to Line 17, Page 20.

Name of Respondent	For the Year Ended
ST. JOE NATURAL GAS COMPANY, INC.	Dec. 31, 2001
CONSTRUCTION WORK IN PROGRESS-GAS (Account 107)	

1. Report below descriptions and balances at end of year of projects in process of construction (107).  
 2. Show items relating to "research, development, and demonstration" projects last, under a caption Research, Development, and Demonstration (see Account 107 of the Uniform System of Accounts).  
 3. Minor projects (less than \$500,000) may be grouped.

Line No.	Description of Project (a)	Construction Work in Progress-Gas (Account 107) (b)	Estimated Additional Cost of Project (c)			
1	MAINS & SERVICES	\$25,865.95				
2						
3						
4						
5						
6						
7						
9						
10						
11						
12						
13						
14						
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18						
19						
20						
21						
22						
23						
24						
34						
35						
36						
37						
38						
39						
40						
41				TOTAL	\$25,866	

Name of Respondent

For the Year Ended

ST. JOE NATURAL GAS COMPANY, INC

Dec. 31, 2001

CONSTRUCTION OVERHEADS-GAS

- 1. List in column (a) the kinds of overheads according to the titles used by the respondent. Charges for outside professional services for engineering fees and management or supervision fees capitalized should be shown as separate items.
- 2. On page 30 furnish information concerning construction overheads.
- 3. A respondent should not report "none" to this page if no overhead apportionments are made, but rather should explain on page 30 the accounting procedures employed

- and the amounts of engineering, supervision, and administrative costs, etc. which are directly charged to construction.
- 4. Enter on this page engineering, supervision, administrative, and allowance for funds used during construction, etc. which are first assigned to a blanket work order and then prorated to construction jobs.

Line No.	Description of Overhead (a)	Total Amount Charged for the Year (b)	Total Cost of Construction to Which Overheads Were Charged (Exclusive of Overhead Charges) (c)
1			
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
13			
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			
37			
38	TOTAL		

Name of Respondent

For the Year Ended

ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

GENERAL DESCRIPTION OF CONSTRUCTION OVERHEAD PROCEDURE

1. For each construction overhead explain: (a) the nature and extent of work, etc., the overhead charges are intended to cover, (b) the general procedure for determining the amount capitalized, (c) the method of distribution to construction jobs, (d) whether different rates are applied to different types of construction, (e) basis of differentiation in rates for different types of construction, and (f) whether the overhead is directly or indirectly assigned.

The method of distribution to construction jobs is actual costs. Also, the overhead is directly assigned to each job.

Name of Respondent: ST. JOE NATURAL GAS COMPANY, INC. For the Year Ended: Dec. 31, 2001  
 ACCUMULATED PROVISION FOR DEPRECIATION OF GAS UTILITY PLANT (Account 108)

1. Explain in a footnote any important adjustments during year.      the respondent has a significant amount of plant retired at year end which has not been recorded and/or classified to the various reserve functional classifications, make preliminary closing entries to tentatively functionalize the book cost of the plant retired. In addition, include all costs included in retirement work in progress at year end in the appropriate functional classifications.  
 2. Explain in a footnote any difference between the amount for book cost of plant retired, line 11, column (c) and that reported for gas plant in service, pages 22 - 27, column (d), excluding retirements of non-depreciable property.  
 3. The provisions of Account 108 in the Uniform System of Accounts require that retirements of depreciable plant be recorded when such plant is removed from service. If      4. Show separately interest credits under a sinking fund or similar method of depreciation accounting.

Section A. Balances and Changes During Year

Line No.	Item (a)	Total (c+d+e) (b)	Gas Plant in Service (c)	Gas Plant Held for Future Use (d)	Gas Plant Leased to Others (e)
1	Balance Beginning of Year	2,204,182	2,204,182		
2	Depreciation Provisions for Year, Charged to				
3	(403) Depreciation Expense	235,087	235,087		
4	(413) Exp. of Gas Plant. Leas. to Others				
5	Transportation Expenses-Clearing				
6	Other Clearing Accounts				
7	Other Accounts (Specify):				
8					
9	TOTAL Deprec. Prov. for Year (Total of lines 3 through 8)	235,087	235,087		
10	Net Charges for Plant Retired:				
11	Book Cost of Plant Retired	56,888	56,888		
12	Cost of Removal	3,437	3,437		
13	Salvage (Credit)	(3,800)	(3,800)		
14	TOTAL Net Charges for Plant Ret. (Enter Total of lines 11 through 13)	56,525	56,525		
15	Other Debit or Credit Items Prior Period Adj - A & L court settlement	-			
16	& Issue 10 - Rate Case - Interest Removed				
17	Balance End of Year (Enter Total of lines 1, 9, 14, 15, and 16)	2,382,744	2,382,744		



**PREPAYMENTS (Account 165)**

1. Report below the particulars (details) on each prepayment.

Line No.	Nature of Prepayment (a)	Balance at End of Year (In Dollars) (b)
1	Prepaid Insurance	25,574
2	Prepaid Rents	
3	Prepaid Taxes (page 41)	
4	Prepaid Interest	
5	Gas Prepayments	
6	Miscellaneous Prepayments: Pensions	
7	<b>TOTAL</b>	<b>25,574</b>

**EXTRAORDINARY PROPERTY LOSSES (Account 182.1)**

Line No.	Description of Extraordinary Loss [Include in the description the date of loss, the date of Commission authorization to use Account 182.1 and period of amortization (mo, yr, to mo, yr).] (a)	Total Amount of Loss (b)	Losses Recognized During Year (c)	WRITTEN OFF DURING YEAR		Balance at End of Year (f)
				Account Charged (d)	Amount (e)	
1						
2						
3						
4						
5						
6						
7						
8						
9	<b>TOTAL</b>					

**UNRECOVERED PLANT AND REGULATORY STUDY COSTS (182.2)**

Line No.	Description of Unrecovered Plant and Regulatory Study Costs [Include in the description of costs, the date of Commission authorization to use Account 182.2 and period of amortization (mo, yr, to mo, yr).] (a)	Total Amount of Charges (b)	Costs Recognized During Year (c)	WRITTEN OFF DURING YEAR		Balance at End of Year (f)
				Account Charged (d)	Amount (e)	
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21	<b>TOTAL</b>					

Name of Respondent				For the Year Ended		
ST. JOE NATURAL GAS COMPANY, INC.				Dec. 31, 2001		
OTHER REGULATORY ASSETS (Account 182.3)						
1. Reporting below the particulars (details) called for concerning other regulatory assets which are created through the ratemaking actions of regulatory agencies (and not includible in other amounts).			2. For regulatory assets being amortized, show period of amortization in column (a).			
			3. Minor items (amounts less than \$25,000) may be grouped by classes.			
Line No.	Description and Purpose of Other Regulatory Assets (a)	Balance Beginning of Year (b)	Debits (c)	Credits		Balance End of Year (f)
				Account Charged (d)	Amounts (e)	
1	N/A					
2						
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
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32						
33						
34						
35						
36						
37						
38						
39						
40						
41						
42						
43	TOTAL					

ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

MISCELLANEOUS DEFERRED DEBITS (Account 186)

1. Report below the particulars (details) called for concerning miscellaneous deferred debits.  
 2. For any deferred debit being amortized, show period of amortization in column (a).  
 3. Minor items (amounts less than \$25,000) may be grouped by classes.

Line No.	Description of Miscellaneous Deferred Debit (a)	Balance at Beginning of Year (b)	Debits (c)	Account Charged (d)	Amount (e) Credits	Balance End of Year (f)
1	Conservation Clearing Acct	(\$530,686)	\$554,757	401-908	\$15,795	\$8,276
2						
3	***Note: Changed Accounting method 1/1/01. per PSC					
4						
5						
6						
7						
8						
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15						
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36						
37						
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39						
40						
41						
42						
43						
44						
45						
46						
47	Misc. Work in Progress					
48	Deferred Regulatory Comm. Expenses					
49	(See Pages 61 - 62)					
50	TOTAL	(\$530,686)				\$8,276

Name of Respondent

For the Year Ended

ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

ACCUMULATED DEFERRED INCOME TAXES (Account 190)

1. Report the information called for below concerning the respondent's  
 3. If more space is needed, use separate pages as required.  
 4. In the space provided below, identify by amount and classification, significant items for which deferred taxes are being provided. Indicate insignificant amounts listed under Other.

Line No.	Account Subdivisions (a)	Balance at Beginning of Year (b)	CHANGES DURING YEAR			ADJUSTMENTS			Balance at End of Year (k)
			Amounts Debited to Acct. 410.1 (c)	Amounts Credited to Acct. 411.1 (d)	Amounts Debited to Acct. 410.2 (e)	Amounts Credited to Acct. 411.2 (f)	DEBITS Amount/No. (g)	CREDITS Amount/No. (i)	
1	ELECTRIC								
2									
3									
4									
5	TOTAL Electric (Lines 2 - 4)								
6	GAS								
7	NOT APPLICABLE								
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19	Other								
20	TOTAL Gas (Lines 7 - 19)								
21	Other (Specify)								
22	TOTAL (Account 190) (Enter Total of lines 5, 20 & 21)								

NOTES

Name of Respondent

For the Year Ended

ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

SECURITIES ISSUED OR ASSUMED AND  
SECURITIES REFUNDED OR RETIRED DURING THE YEAR

1. Furnish a supplemental statement giving a brief description of security financing and refinancing transactions during the year and the accounting for the securities, discounts, premiums, expenses, and related gains or losses. Identify as to Commission authorization numbers and dates.

2. Furnish particulars (details) showing fully the accounting for the total principal amount, par value, or stated value of each class and series of security issued, assumed, retired, or refunded and the accounting for premiums, discounts, expenses, and gains or losses relating to the securities. Set forth the facts of the accounting clearly with regard to redemption premiums, unamortized discounts, expenses, and gains or losses relating to securities retired or refunded, including the accounting for such amounts carried in the respondent's accounts at the date of the refunding or refinancing transactions with respect to securities previously refunded or retired.

3. Included in the identification of each class and series of security, as appropriate, the interest or dividend rate,

nominal date of issuance, maturity date, aggregate principal amount, par value or stated value, and number of shares. Give also the issuance of redemption price and name of the principal underwriting firm through which the security transactions were consummated.

4. Where the accounting for amounts relating to securities refunded or retired is other than that specified in General Instruction 17 of the Uniform System of Accounts, give references to the Commission authorization for the different accounting and state the accounting method.

5. For securities assumed, give the name of the company for which the liability on the securities was assumed as well as particulars (details) of the transactions whereby the respondent undertook to pay obligations of another company. If any unamortized discount, premiums, expenses, and gains or losses were taken over onto the respondent's books, furnish details of these amounts with amounts relating to refunded securities clearly earmarked.

NOT APPLICABLE

Name of Respondent					For the Year Ended		
ST. JOE NATURAL GAS COMPANY, INC.					Dec. 31, 2001		
LONG-TERM DEBT (Accounts 221, 222, 223, and 224)							
<p>1. Report by balance sheet Account the particulars (details) concerning long-term debt included in Accounts 221, Bonds, 222, Reacquired Bonds, 223, Advances from Associated Companies, and 224, Other Long-Term Debt. If information to meet the stock exchange reporting requirement outlined in column (a) is available from the SEC 10-K Report Form Filing, a specific reference to the report form (i.e. year and company title) may be reported in column (a) provided the fiscal years for both the 10-K report and this report are compatible.</p> <p>2. For bonds assumed by the respondent, include in column (a) the name of the issuing company as well as a description of the bonds.</p> <p>3. For advances from Associated Companies, report separately advances on notes and advances on open accounts. Designate demand notes as such. Include in column (a) names of associated companies from which advances were received.</p> <p>4. For receiver's certificates, show in column (a) the name of the court and date of court order under which such certificates were issued.</p> <p>5. In a supplemental statement, give explanatory particulars (details) for Accounts 223 and 224 of net changes</p>					<p>during the year. With respect to long-term advances, show for each company: (a) principal advanced during year, (b) interest added to principal amount, and (c) principal repaid during year. Give Commission authorization numbers and dates.</p> <p>6. If the respondent has pledged any of its long-term debt securities, give particulars (details) in a footnote, including name of the pledgee and purpose of the pledge.</p> <p>7. If the respondent has any long-term securities which have been nominally issued and are nominally outstanding at end of year, describe such securities in a footnote.</p> <p>8. If interest expense was incurred during the year on any obligations retired or reacquired before end of year, include such interest in column (f). Explain in a footnote any difference between the total of column (f) and the total of Account 427, Interest on Long-Term Debt and Account 430, Interest on Debt to Associated Companies.</p> <p>9. Give particulars (details) concerning any long-term debt authorized by a regulatory Commission but not yet issued.</p>		
Line No.	Class and Series of Obligation and Name of Stock Exchange (a)	Nominal Date of Issue (b)	Date of Maturity (c)	Original Amount Issued (d)	INTEREST FOR YEAR		Total Amount Outstanding (g)
					Rate (in %) (e)	Amount (f)	
1							
2	Business Line of Credit -	1/18/01	12/30/05	\$150,000.00	8.75	\$9,503.39	\$130,651.75
3	Consumer Open-End Agreement						
4							
5	Promissory Note & Security Agreement	08/01/01	07/31/05	\$44,060.22	7.75	\$1,371.66	\$40,079.48
6							
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24							
25							
26							
27	TOTAL			194,060		10,875	170,731

ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

UNAMORTIZED DEBT EXPENSE, PREMIUM AND DISCOUNT ON LONG-TERM DEBT (Accounts 181, 225, 226)

1. Report under separate subheadings for Unamortized Debt Expense, Unamortized Premium on Long-Term Debt and Unamortized Discount on Long-Term Debt, particulars (details) of expense, premium or discount applicable to each class and series of long-term debt.

2. Show premium amounts by enclosing the figures in parentheses.

3. In column (b) show the principal amount of bonds or other long-term debt originally issued.

4. In column (c) show the expense, premium or discount with respect to the amount of bonds or other long-term debt originally issued.

5. Furnish in a footnote particulars (details) regarding the treatment of unamortized debt expense, premium or discount associated with issues redeemed during the year. Also, give in a footnote the date of the Commission's authorization of treatment other than as specified by the Uniform System of Accounts.

6. Identify separately indisposed amounts applicable to issues which were redeemed in prior years.

7. Explain any debits and credits other than amortization debited to Account 428, Amortization of Debt Discount and Expense, or credited to Account 429, Amortization of Premium on Debt - Credit.

Line No.	Designation of Long-Term Debt (a)	Principal Amount of Debt issued (b)	Total Expense Premium or Discount (c)	Amortization Period		Balance at Beginning of Year (f)	Debits (Credits) During Year (g)	Balance at End of Year (h)
				Date From (d)	Date To (e)			
1	NOT APPLICABLE							
2								
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ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

**UNAMORTIZED LOSS AND GAIN ON REACQUIRED DEBT (Accounts 189, 257)**

1. Report under separate subheadings for Unamortized Loss and Unamortized Gain on Reacquired Debt, particulars (details) of gain and loss, including maturity date, on reacquisition applicable to each class and series of long-term debt. If gain or loss resulted from a refunding transaction, include also the maturity date of the new issue.  
 2. In column (c) show the principal amount of bonds or other long-term debt reacquired.  
 3. In column (d) show the net gain or net loss realized on each debt reacquisition as computed in accordance with

General Instruction 17 of the Uniform Systems of Accounts.  
 4. Show loss amounts by enclosing the figures in parentheses.  
 5. Explain in a footnote any debits and credits other than amortization debited to Account 428.1, Amortization of Loss on Reacquired Debt, or credited to Account 429.1, Amortization of Gain on Reacquired Debit-Credit.

Line No.	Designation of Long-Term Debt (a)	Date Reacquired (b)	Principal of Debt Reacquired (c)	Net Gain or Net Loss (d)	Balance at Beginning of Year (e)	Balance at End of Year (f)
1	NOT APPLICABLE					
2						
3						
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ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

**RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME  
FOR FEDERAL INCOME TAXES**

1. Report the reconciliation of reported net income for the year with taxable income used in computing Federal income tax accruals and show computation of such tax accruals. Include in the reconciliation, as far as practicable, the same detail as furnished on Schedule M-1 of the tax return for the year. Submit a reconciliation even though there is no taxable income for the year. Indicate clearly the nature of each reconciling amount.

2. If the utility is a member of a group which files a consolidated Federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating, however, intercompany amounts to be eliminated in such a consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignment, or sharing of the consolidated tax among the group members.

Line No.	Particulars (Details) (a)	Amount (b)
1	Net Income for the Year (Page 14) + Income Tax	\$87,250.72
2	Reconciling Items for the Year	
3		
4	Taxable Income Not Reported on Books	
5	Other Gas revenue - FCPC Prepaid - IRS	401,499
6	Salvage Income	3,800
7	Deductions Recorded on Books Not Deducted for Return	
8	Depreciation	2,070
9	Travel & Entertainment	186
10		
11		
12		
13	Income Recorded on Books Not Included in Return	
14	OTHER GAS REVENUES - FCPC - PSC ORDERED	(50,922)
15		
16		
17		
18		
19		
20		
21	Deductions on Return Not Charged Against Book Income	
22		
23	COST OF DISPOSAL	3,437
24		
25		
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27		
28		
29		
30	Federal Tax Net Income	440,447
31	Show Computation of Tax:	
32		
33		
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Name of Respondent

ST. JOE NATURAL GAS COMPANY, INC.

For the Year Ended

Dec. 31, 2001

		TAXES ACCRUED, PREPAID AND CHARGED DURING YEAR										
Name of Taxing Authority		Federal Income	State Income	Real Property	Tangible Personal Property	Intangible Personal Property	FICA, SUTA, FUTA	Gross Receipts	Regulatory Assessment Fees	Environmental, Excise	Other	Total
1	TAXES (ACCRUED)/PREPAID BEG. OF YEAR	\$2,929	(\$13,855)				\$915	\$6,257	\$7,357			\$3,602
2	Taxes Charged During Year		0				15,123	54,682				69,805
3	Fla. Dept of Revenue								11,468			11,468
4	Fl. Public Service Commission	140,059	25,578									165,637
5	Internal Revenue Service				47,202							47,202
6	Eda Ruth Taylor, Tax Collector											0
7												0
8												0
9												0
10												0
11												0
12	TOTAL TAXES CHARGED DURING YEAR (Lines 3-11)	140,059	25,578	0	47,202	0	15,123	54,682	11,468	0	0	294,112
13	Taxes Paid During Year						14,932	57,571				72,502
14	Fla. Dept of Revenue								14,639			14,639
15	Fl. Public Service Commission	141,805	10,904									152,709
16	Internal Revenue Service				47,202							47,202
17	Eda Ruth Taylor, Tax Collector											0
18												0
19												0
20												0
21												0
22												0
23	TOTAL TAXES PAID DURING YEAR (Lines 14-22)	141,805	10,904	0	47,202	0	14,932	57,571	14,639	0	0	287,052
24	Adjustments (list)											
25	Internal Revenue Service											
26												
27	TOTAL ADJUSTMENTS (Lines 24-26)											
28	TAXES (ACCRUED)/PREPAID END OF YEAR (Lines 1-12-23+/-27)	\$1,183.00	\$819.00	\$0.00	\$0.00	\$0.00	\$1,105.27	\$3,368.24	\$4,187.09	\$0.00	\$0.00	\$10,663
DISTRIBUTION OF TAXES CHARGED												
Name of Taxing Authority		Federal Income	State Income	Real Property	Tangible Personal Property	Intangible Personal Property	FICA, SUTA, FUTA	Gross Receipts	Regulatory Assessment Fees	Environmental, Excise	Other	Total
29												
30	Electric (Account 408.1, 409.1)											
31	Gas (Account 408.1, 409.1)	140,059	25,578		47,202		15,123	54,682	11,468			294,112
32	Other Utility Departments (408.1, 409.1)											
33	Other Income and Deductions (408.2, 409.2)											
34	Extraordinary Items (Account 409.3)											
35	Other Utility Operating Income (408.1, 409.1)											
36	Adjust. to Retained Earnings (Account 439)											
37	CWIP (Account 207)											
38	Other (list)											
39												
40												
41												
42	TOTAL (Should equal Lines 12+/-Line 27, if applicable)	\$140,059	\$25,578	\$0	\$47,202	\$0	\$15,123	\$54,682	\$11,468	\$0	\$0	\$294,112

Name of Respondent

ST. JOE NATURAL GAS COMPANY, INC.

For the Year Ended

Dec. 31, 2001

ACCUMULATED DEFERRED INVESTMENT TAX CREDITS (Account 255)

Report below the information applicable to Account 255. Where appropriate, segregate the balances and transactions by utility and nonutility operations. Explain by footnote any correction adjustment to the account balance shown in column (g). Include in column (i) the average period over which the tax credits are amortized.

Line No.	Account Subdivisions (a)	Balance at Beginning of Year (b)	Deferred for Year		Allocations to Current Year's Income		Adjustments (g)	Balance at End Year (h)	Average Period of Allocation to Income (i)
			Acct. No. (c)	Amount (d)	Acct. No. (e)	Amount (f)			
1	Gas Utility								
2	3%	NONE							
3	4%								
4	7%								
5	10%								
6									
7									
8	TOTAL								
9	Other List separately and show 3%, 4%, 7% 10% and TOTAL								

Notes

1. Use this space to explain any adjustments made in this period.
2. Use this space to list by year generated and by amount any ITCs that have not been utilized and have not expired by the end of the period.

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Name of Respondent For the Year Ended

ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES (Account 242)

1. Describe and report the amount of other current and accrued liabilities at the end of year.

2. Minor items (less than \$50,000) may be grouped under appropriate title.

Line No.	Item (a)	Balance at End of Year (b)
1		
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18	TOTAL	-

OTHER DEFERRED CREDITS (Account 253)

1. Report below the particulars (details) called for concerning other deferred credits.

amortization.

2. For any deferred credit being amortized, show the period of

3. Minor Items (less than \$25,000) may be grouped by classes.

Line No.	Description of Other Deferred Credit (a)	Balance Beginning of Year (b)	DEBITS		Credits (e)	Balance at End of Year (f)
			Contra Account (c)	Amount (d)		
1	NET PROCEEDS - FCPC	1,527,673	495-1	50,922		1,476,751
2	NET PROCEEDS - GCI	27,402	495-2	-	-	27,402
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21	TOTAL	\$1,555,075		\$50,922	-	\$1,504,153

Name of Respondent

ST. JOE NATURAL GAS COMPANY, INC.

For the Year Ended

Dec. 31, 2001

ACCUMULATED DEFERRED INCOME TAXES (Accounts 281, 282, 283)

Line No.	Description	Balance at Beginning of Year	Changes During Year		Adjustments		Balance at End of Year
			Amounts Debited to Account 410.1	Amounts Credited to Account 411.1	Debits Account No.	Credits Account No.	
1							
2	ACCOUNT 281 - ACCELERATED AMORTIZATION PROPERTY						
3	Electric						
4	Gas						
5	Other						
6							
7	TOTAL ACCOUNT 281 (Lines 3 thru 6)						
8							
9	ACCOUNT 282 - OTHER PROPERTY						
10	Electric						
11	Gas						
12	Other						
13							
14	TOTAL ACCOUNT 282 (Lines 10 thru 13)						
15							
16	ACCOUNT 283 - OTHER						
17	Electric						
18	Gas						
19	Other						
20							
21	TOTAL ACCOUNT 283 - OTHER (Lines 17 thru 20)						
22							
23	ELECTRIC						
24	Federal Income Tax						
25	State Income Tax						
26							
27	TOTAL ELECTRIC (Lines 24 thru 26)						
28							
29	GAS						
30	Federal Income Tax	156,869			409-1	123,905	236-2 (124,048)
31	State Income Tax	22,637			409-1	25,426	236-2 (19,791)
32							
33	TOTAL GAS (Lines 30 thru 32)	\$179,506.00				\$149,331.00	(\$143,839.00)
34							
35	OTHER						
36	Federal Income Tax						
37	State Income Tax						
38							
39	TOTAL OTHER (Lines 36 thru 38)						
40							
41	TOTAL (Total of lines 7, 14, 21 and Lines 27, 33, 39)	179,506			149,331		(143,839)
42							184,998

NOTES

Name of Respondent			For the Year Ended			
ST. JOE NATURAL GAS COMPANY, INC.			Dec. 31, 2001			
OTHER REGULATORY LIABILITIES (Account 254)						
1. Reporting below the particulars (details) called for concerning other regulatory liabilities which are created through the ratemaking actions of regulatory agencies (and not includable in other amounts).			3. Minor items (5% of the Balance at End of Year for Account 254 or amounts less than \$50,000, whichever is less) may be grouped by classes.			
2. For regulatory liabilities being amortized, show period of amortization in column (a).						
Line No.	Description and Purpose of Other Regulatory Liabilities (a)	Balance Beginning of Year (b)	Debits		Credits (d)	Balance End of Year (e)
			Contra Account (b)	Amount (c)		
1	NONE					
2						
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41	TOTAL					

Name of Respondent		For the Year Ended	
ST. JOE NATURAL GAS COMPANY, INC.		Dec. 31, 2001	
<b>GAS OPERATING REVENUES (Account 400)</b>			
1. Report below natural gas operating revenues for each prescribed account in total.			
2. Natural gas means either natural gas unmixed or any mixture of natural and manufactured gas.			
3. Report number of customers, columns (f) and (g), on the basis of meters, except that where separate meter readings are added for billing purposes, one customer should be counted for each group of meters added. The average number of customers means the average of twelve figures at the close of each month.			
4. Report quantities of natural gas sold in therms (14.73 psia at 60 F).			
5. Report gas service revenues and therms sold by rate schedule.			
Line No.	Title of Account (a)	OPERATING REVENUES	
		2001 Amount for Year (b)	Amount for Previous Year (c)
1	<b>GAS SERVICE REVENUES</b>		
2	<b>FIRM SALES SERVICE</b>		
3	480 RESIDENTIAL	1,332,885	982,541
4	481 COMMERCIAL	364,384	263,050
5	481		
6	481		
7	481		
8	481		
9	<b>INTERRUPTIBLE SALES SERVICE</b>		
10	481	26,286	3,370
11	481		
12	<b>FIRM TRANSPORTATION SERVICE</b>		
13	489	401,977	456,824
14	489		
15	489		
16	<b>INTERRUPTIBLE TRANSPORTATION SERVICE</b>		
17	489		
18	489		
19	482 Other Sales to Public Authorities		
20	484 Flex Rate - Refund		
21	TOTAL Sales to Ultimate Consumers	2,125,532	1,705,786
22	483 Sales for Resale		
23	Off-System Sales		
24	TOTAL Nat. Gas Service Revenues		
25	TOTAL Gas Service Revenues	2,125,532	1,705,786
26	<b>OTHER OPERATING REVENUES</b>		
27	485 Intracompany Transfers		
28	487 Forfeited Discounts		
29	488 Misc. Service Revenues	14,737	7,875
30	489 Rev. from Trans. of Gas of Others (not included		
31	in above rate schedules)		
32	493 Rent from Gas Property		
33	494 Interdepartmental Rents		
34	495 Other Gas Revenues		
35	Initial Connection		
36	Other - Gas Revenue (Conservation)	24,818	
37	Other - GCI Prepaid Credit revenues	1,957	6,521
38	Other - FCPC Deferred Credit recognized	50,922	50,922
39	Other - Late Fees & Franchise Fees	35,832	28,018
40	495.1 Overrecoveries Purchased Gas		
41	TOTAL Other Operating Revenues	128,265	93,337
42	TOTAL Gas Operating Revenues	2,253,797	1,799,122
43	(Less) 496 Provision for Rate Refunds		
44	TOTAL Gas Operating Revenues Net of Provision for Refunds	2,253,797	1,799,122
45	Sales for Resale		
46	Other Sales to Public Authority		
47	Interdepartmental Sales		
48	<b>TOTAL</b>	<b>2,253,797</b>	<b>1,799,122</b>

Name of Respondent

For the Year Ended

ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

GAS OPERATING REVENUES (ACCOUNT 400) (Continued)

6. If increases or decreases from previous year (columns (c),(e), and (g)), are not derived from previously reported figures, explain any inconsistencies in a footnote.

7. See page 9, Important Changes During Year, for important new territory added and important rate increases or decreases.

THERMS OF NATURAL GAS SOLD		AVG. NO. OF NAT. GAS CUSTOMERS PER MO.		Line No.
2001 Quantity for Year (d)	Quantity for Previous Year (e)	2001 Number for Year	Number for Previous Year (g)	
				1
				2
931,787	1,056,362	3,115	3,151	3
321,028	353,311	258	253	4
				5
				6
				7
				8
				9
33,242	5,471			10
				11
				12
332,709	339,648	1	1	13
				14
				15
				16
9,105,690	9,523,890	3	3	17
				18
				19
				20
10,724,456	11,278,682	3,377	3,409	21
				22
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10,724,456	11,278,682			48

NOTES

Revenues for Firm Transportation & Interr. Transportation are in the same revenue account, but therms are kept seperated.



Name of Respondent		For the Year Ended	
ST. JOE NATURAL GAS COMPANY, INC.		Dec. 31, 2001	
RESIDENTIAL AND COMMERCIAL SPACE HEATING CUSTOMERS			
A residential space heating customer is a customer whose major fuel for heating is gas.			
Line No.	Item (a)	Residential (b)	Commercial (c)
1	Average Number of Space Heating Customers for the Year (Estimate if not known. Designate with an asterisk if estimated.)	* 2,539	* 174
2	For Space Heating Only, Estimated Average Therms (14.73 psia at 60 degrees F) Per Customer for the Year	* 300	* 1,396
3	Number of Space Heating Customers Added During the Year	* 125	* 2
4	Number of Unfilled Application for Space Heating at End of Year	* 0	* 0
INTERRUPTIBLE, OFF PEAK, AND FIRM SALES TO DISTRIBUTION SYSTEM INDUSTRIAL CUSTOMERS			
1. Report below the average number of interruptible, off peak, and firm industrial customers on local distribution systems of the respondent, and the Therms of gas sales to these customers for the year.		by law, ordinance, directive, or other requirement of government authority. State in a footnote the basis on which interruptible customers are reported.	
2. Interruptible customers are those to whom service may be interrupted under terms of the customer's gas contract, or to whom service is required to be interrupted, regardless of the contractual arrangements in emergency periods,		3. Off peak sales are seasonal and other sales which do not occur during wintertime demands.	
		4. Report pressure base of gas volumes at 14.73 psia at 60 degrees F.	
Line No.	Item (a)	Number/Amount (b)	
1	Interruptible Customers		
2	Average Number of Customers for the Year WWP	1	
3	Therms of Gas Sales for the Year	5,000	
4	Off Peak Customers		
5	Average Number of Customers for the Year	0	
6	Therms of Gas Sales for the Year	0	
7	Firm Customers		
8	Average Number of Customers for the Year AC, GCI	4	
9	Therms of Gas Sales for the Year	9,438,399	
10	TOTAL Industrial Customers		
11	Average Number of Customers for the Year	5	
12	Therms of Gas Sales for the Year	9,443,399	

Name of Respondent		For the Year Ended	
ST. JOE NATURAL GAS COMPANY, INC.		Dec. 31, 2001	
GAS OPERATION AND MAINTENANCE EXPENSES			
If the amount for previous year is not derived from previously reported figures, explain in footnotes.			
Line No.	Account	Amount for Current Year	Amount for Previous Year
1	1. PRODUCTION EXPENSES		
2	A. Manufactured Gas Production		
3	B. TOTAL Natural Gas Prod. and Gathering (Enter Total of Accts. 750 - 769)		
4	C. TOTAL Products Extraction (Enter Total of Accounts 770 through 791)		
5	D. TOTAL Exploration and Development (Enter Total of Accts. 795 through 798)		
6	E. Other Gas Supply Expenses		
7	Operation		
8	800 Natural Gas Well Head Purchases		
9	800.1 Natural Gas Well Head Purchases, Intracompany Transfers		
10	801 Natural Gas Field Line Purchases	800,187	685,458
11	802 Natural Gas Gasoline Plant Outlet Purchases		
12	803 Natural Gas Transmission Line Purchases		
13	804 Natural Gas City Gate Purchases	133,602	213,199
14	804.1 Liquefied Natural Gas Purchases		
15	805 Other Gas Purchases		
16	(Less) 805.1 Purchased Gas Cost Adjustments	28,594	(242,569)
17	TOTAL Purchased Gas (Enter Total of Lines 8 to 16)	962,383	656,088
18	806 Exchange Gas		
19	Purchased Gas Expenses		
20	807.1 Well Expenses--Purchased Gas		
21	807.2 Operation of Purchased Gas Measuring Stations		
22	807.3 Maintenance of Purchased Gas Measuring Stations		
23	807.4 Purchased Gas Calculations Expenses		
24	807.5 Other Purchased Gas Expenses	5,948	8,179
25	TOTAL Purchased Gas Expenses (Enter Total of lines 20 through 24)	5,948	8,179
26	808.1 Gas Withdrawn from Storage--Debit		
27	(Less) 808.2 Gas Delivered to Storage--Credit		
28	809.1 Withdrawals of Liquefied Natural Gas for Processing--Debit		
29	(Less) 809.2 Deliveries of Natural Gas for Processing--Credit		
30	Gas Used in Utility Operations--Credit		
31	810 Gas Used for Compressor Station Fuel--Credit		
32	811 Gas Used for Products Extraction--Credit		
33	812 Gas Used for Other Utility Operations--Credit	(1,105)	(895)
34	TOTAL Gas Used in Utility Operations--Credit (Lines 31 through 33)	(1,105)	(895)
35	813 Other Gas Supply Expenses		
36	TOTAL Other Gas Supp. Exp. (Total of Lines 17,18,25,26 through 29,34,35)	967,226	663,372
37	TOTAL Production Expenses (Enter Total of Lines 2,3,4,5 and 36)	967,226	663,372
38	2. NATURAL GAS STORAGE, TERMINALING AND PROCESSING EXPENSES		
39	A. TOTAL Underground Storage Expenses (Total of Accounts 814 through 837)		
40	B. TOTAL Other Storage Expenses (Enter Total of Accounts 840 through 843.9)		
41	C. TOTAL Liquefied Nat Gas Terminaling & Processing Expenses (Enter Total of Accounts 844.1 through 847.8)		
42	TOTAL Natural Gas Storage (Enter Total of lines 39, 40, and 41)		
43	3. TRANSMISSION EXPENSES		
44	TOTAL Transmission Expenses (Enter Total of Accounts 850 through 867)		
45			
46			

Name of Respondent		For the Year Ended	
ST. JOE NATURAL GAS COMPANY, INC.		Dec. 31, 2001	
GAS OPERATION AND MAINTENANCE EXPENSES (Continued)			
Line No.	Account	Amount for Current Year	Amount for Previous Year
47	4. DISTRIBUTION EXPENSES		
48	Operation		
49	870 Operation Supervision and Engineering	37,064	38,472
50	871 Distribution Load Dispatching	33,518	30,845
51	872 Compressor Station Labor and Expenses		
52	873 Compressor Station Fuel and Power		
53	874 Mains and Services Expenses	33,777	52,561
54	875 Measuring and Regulating Station Expenses--General	32	5,108
55	876 Measuring and Regulating Station Expenses--Industrial	2,383	7,215
56	877 Measuring and Regulating Station Expenses--City Gate Check Sta.	2,103	8,961
57	878 Meter and House Regulator Expenses	42,613	28,988
58	879 Customer Installations Expenses	77,613	80,544
59	880 Other Expenses	17,366	14,569
60	881 Rents		
61	TOTAL Operation (Enter Total of lines 49 through 60)	246,470	267,263
62	Maintenance		
63	885 Maintenance Supervision and Engineering		
64	886 Maintenance of Structures and Improvements	7,145	837
65	887 Maintenance of Mains	6,455	2,362
66	888 Maintenance of Compressor Station Equipment		
67	889 Maintenance of Meas. and Reg. Sta. Equip.--General	2,042	1,501
68	890 Maintenance of Meas. and Reg. Sta. Equip.--Industrial	6,014	2,512
69	891 Maintenance of Meas. and Reg. Sta. Equip.--City Gate Check Sta.	2,394	4,173
70	892 Maintenance of Services	8,373	10,178
71	893 Maintenance of Meters and House Regulators	-	-
72	894 Maintenance of Other Equipment	20,354	-
73	TOTAL Maintenance (Enter Total of Lines 63 through 72)	52,776	21,563
74	TOTAL Distribution Expenses (Enter Total of Lines 61 and 73)	299,246	288,826
75	5. CUSTOMER ACCOUNTS EXPENSES		
76	Operation		
77	901 Supervision		
78	902 Meter Reading Expenses	20,873	16,864
79	903 Customer Records and Collection Expenses	96,810	84,971
80	904 Uncollectible Accounts	53,010	33,773
81	906 Customer Service & Information	-	72,343
82	TOTAL Customer Accounts Expenses (Enter Total of Lines 77 through 81)	170,693	207,951
83	6. CUSTOMER SERVICE AND INFORMATIONAL EXPENSES		
84	Operation		
85	907 Supervision		
86	908 Customer Assistance Expenses	26,052	
87	909 Informational and Instructional Expenses		
88	910 Miscellaneous Customer Service and Informational Expenses		
89	TOTAL Customer Service and Informational Expenses (Enter Total of Lines 85 through 88)	26,052	
90	7. SALES EXPENSES		
91	Operation		
92	911 Supervision		
93	912 Demonstrating and Selling Expenses		
94	913 Advertising Expenses	5,262	4,523
95	916 Miscellaneous Sales Expenses		
96	TOTAL Sales Expenses (Enter Total of lines 92 through 95)	5,262	4,523
97			

Name of Respondent		For the Year Ended	
ST. JOE NATURAL GAS COMPANY, INC.		Dec. 31, 2001	
GAS OPERATION AND MAINTENANCE EXPENSES (Continued)			
Line No.	Account	Amount for Current Year	Amount for Previous Year
98	8. ADMINISTRATIVE AND GENERAL EXPENSES		
99	Operation		
100	920 Administrative and General Salaries	39,873	40,609
101	921 Office Supplies and Expenses	17,999	11,149
102	(Less) (922) Administrative Expenses Transferred--Cr.		
103	923 Outside Services Employed	21,458	29,605
104	924 Property Insurance	30,489	31,149
105	925 Injuries and Damages		
106	926 Employee Pensions and Benefits	63,210	72,643
107	927 Franchise Requirements		
108	928 Regulatory Commission Expenses	89,731	15,612
109	(Less) (929) Duplicate Charges--Cr.		
110	930.1 General Advertising Expenses		
111	930.2 Miscellaneous General Expenses	38,603	31,957
112	931 Rents		
113	TOTAL Operation (Enter Total of lines 100 through 112)	301,363	232,725
114	Maintenance		
115	933 & 935 Maintenance of General Plant		23,173
116	TOTAL Administrative and General Exp. (Total of lines 113 and 115)	301,363	255,898
117	TOTAL Gas O. and M. Exp. (Lines 37, 42, 44, 74, 82, 89, 96, and 116)	1,769,842	1,420,571
118			
119			
120			
121			
122			
123			
124			
125			
126			
127			
128			
129			
130	NUMBER OF GAS DEPARTMENT EMPLOYEES		
131			
132	1. The data on number of employees should be reported for payroll period ending nearest to October 31,		
133	or any payroll period ending 60 days before or after October 31.		
134	2. If the respondent's payroll for the reporting period includes any special construction personnel,		
135	include such employees on line 3, and show the number of such special construction employees in a footnote.		
136	3. The number of employees assignable to the gas department from joint functions of combination utilities		
137	may be determined by estimate, on the basis of employee equivalents. Show the estimated number of		
138	equivalent employees attributed to the gas department from joint functions.		
139			
140	1. Payroll Period Ended	OCTOBER 31, 2001	
141	2. Total Regular Full-Time Employees	12	
142	3. Total Part-Time and Temporary Employees	-	
143	4. Total Employees	12	
144			
145			
146			
147			

Name of Respondent	For the Year Ended																		
ST. JOE NATURAL GAS COMPANY, INC.	Dec. 31, 2001																		
GAS PURCHASES (Accounts 800, 800.1, 801, 802, 803, 804, 804.1, 805, 805.1)																			
<p>1. Provide totals for the following accounts:</p> <table style="width:100%; border:none;"> <tr><td style="width:10%;">800</td><td>Natural Gas Well Head Purchases</td></tr> <tr><td>800.1</td><td>Natural Gas Well Head Purchases, Intracompany Transfers</td></tr> <tr><td>801</td><td>Natural Gas Field Line Purchases</td></tr> <tr><td>802</td><td>Natural Gas Gasoline Plant Outlet Purchases</td></tr> <tr><td>803</td><td>Natural Gas Transmission Line Purchases</td></tr> <tr><td>804</td><td>Natural Gas City Gate Purchases</td></tr> <tr><td>804.1</td><td>Liquefied Natural Gas Purchases</td></tr> <tr><td>805</td><td>Other Gas Purchases</td></tr> <tr><td>805.1</td><td>Purchase Gas Cost Adjustments</td></tr> </table>	800	Natural Gas Well Head Purchases	800.1	Natural Gas Well Head Purchases, Intracompany Transfers	801	Natural Gas Field Line Purchases	802	Natural Gas Gasoline Plant Outlet Purchases	803	Natural Gas Transmission Line Purchases	804	Natural Gas City Gate Purchases	804.1	Liquefied Natural Gas Purchases	805	Other Gas Purchases	805.1	Purchase Gas Cost Adjustments	<p>The totals shown in columns (b) and (c) should agree with the books of account. Reconcile any differences in a footnote.</p> <p>2. State in column (b) the volume of purchased gas as finally measured for the purpose of determining the amount payable for the gas. Include current year receipts of makeup gas that was paid for in prior years.</p> <p>3. State in column (c) the dollar amount (omit cents) paid and previously paid for the volumes of gas shown in column (b).</p> <p>4. State in column (d) the average cost per Therm to the nearest hundredth of a cent. (Average means column (c) divided by column (b) multiplied by 100.)</p>
800	Natural Gas Well Head Purchases																		
800.1	Natural Gas Well Head Purchases, Intracompany Transfers																		
801	Natural Gas Field Line Purchases																		
802	Natural Gas Gasoline Plant Outlet Purchases																		
803	Natural Gas Transmission Line Purchases																		
804	Natural Gas City Gate Purchases																		
804.1	Liquefied Natural Gas Purchases																		
805	Other Gas Purchases																		
805.1	Purchase Gas Cost Adjustments																		

Line No.	Account Title (a)	Gas Purchased- Therms (14.73 psia 60 F) (b)	Cost of Gas (In dollars) (c)	Average Cost Per Therm (To nearest .01 of a cent) (d)
1	800 - Natural Gas Well Head Purchases			
2	800.1 - Natural Gas Well Head Purchases, Intracompany Transfers			
3	801 - Natural Gas Field Line Purchases	673,000	\$800,187	\$1.19
4	802 - Natural Gas Gasoline Plant Outlet Purchases			
5	803 - Natural Gas Transmission Line Purchases			
6	804 - Natural Gas City Gate Purchases	673,000	\$159,905	\$23.76
7	804.1 - Liquefied Natural Gas Purchases			
8	805 - Other Gas Purchases			
9	805.1 - Purchased Gas Cost Adjustments			
10	TOTAL (Enter Total of lines 1 through 9)	1,346,000	\$960,092	\$24.95

**NOTES TO GAS PURCHASES**

Line 6 - Gas Purchased- From Jan - Apr 2001 SJNG chose to relinquish all therms to FGT for a reduction in price. Capacity reduction due to Industrial customers closing.

Name of Respondent

For the Year Ended

ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

## GAS USED IN UTILITY OPERATIONS - CREDIT (Accounts 810, 811, 812)

1. Report below particulars (details) of credits during the year to Accounts 810, 811 and 812 which offset charges to operating expenses or other accounts for the cost of gas from the respondent's own supply.

2. Natural gas means either natural gas unmixed, or any mixture of natural and manufactured gas.

3. If the reported Therms for any use is an estimated quantity, state such fact in a footnote.

4. If any natural gas was used by the respondent for which a change was not made to the appropriate operating expense or other account, list separately in column (c) the Therms of gas used, omitting entries in columns (d) and (e).

5. Report pressure base of measurement of gas volumes at 14.73 psia at 60 degrees F.

Line No.	Purpose for Which Gas Was Used (a)	Account Charged (b)	Therms of Gas Used (c)	Natural Gas		Manufactured Gas	
				Amount of Credit (d)	Amount per Therm (In cents) (e)	Therms of Gas Used (f)	Amount of Credit (g)
1	810 Gas used for Compressor Station Fuel -- Cr.						
2	811 Gas used for Products Extraction -- Cr.						
3	Gas Shrinkage and Other Usage in Respondent's Own Proc.						
4	Gas Shrinkage, Etc. for Respondent's Gas Processed by Others						
5	812 Gas used for Other Util. Oprs-- Cr. (Report separately for each principal uses. Group minor uses)						
6	Office Building	812	723	\$613.09	0.85		
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20	TOTAL		723.0	\$613	0.85		

Name of Respondent		For the Year Ended
ST. JOE NATURAL GAS COMPANY, INC.		Dec. 31, 2001
OTHER GAS SUPPLY EXPENSES (Account 813)		
Report other gas supply expenses by descriptive titles which clearly indicate the nature of such expenses. Show maintenance expenses separately. Indicate the functional classification and purpose of property to which any expenses relate.		
Line No.	Description (a)	Amount (in dollars) (b)
1	NONE	
2		
3		
4		
5		
6		
7		
8		
9		
10		
11		
12		
13		
14	TOTAL	
MISCELLANEOUS GENERAL EXPENSES (Account 930.2) (Gas)		
Line No.	Description (a)	Amount (b)
1	Industry Association Dues	
2	Experimental and General Research Expenses: (a) Gas Research Institute (GRI) (b) Other	
3	Publishing and distributing information and reports to stockholders, trustee, registrar, and transfer agent fees and expenses, and other expenses of servicing outstanding securities of the Respondent	
4	Other expenses (items of \$5,000 or more must be listed separately in this column showing the (1) purpose, (2) recipient and (3) amount of such items. Amounts of less than \$5,000 may be grouped by classes if the number of items so grouped is shown)	
5	DIRECTOR FEES: RENEE SHOAF	8,250
6	DIRECTOR FEES: MARGARET COSTIN	8,250
7	DIRECTOR FEES: CHARLES COSTIN	8,250
8	VARIOUS - MISCELLANEOUS	13,480
9	MEALS & ENTERTAINMENT	373
10		
11		
12		
13		
14		
15		
16		
17		
18		
19	TOTAL	\$38,603

ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

DEPRECIATION, DEPLETION, AND AMORTIZATION OF GAS PLANT (Accounts 403,404.1,404.2,404.3,405)  
*(Except Amortization of Acquisition Adjustments)*

1. Report in Section A the amounts of depreciation expense, depletion and amortization for the accounts indicated and classified according to the plant functional groups shown.

A. Summary of Depreciation, Depletion, and Amortization Charges

Line No.	Functional Classification	Depreciation Expense (Account 403)	Amortization & Depletion of Prod. Nat. Gas Land & Land Rights (Account 404.1)	Amortization of Underground Storage Land & Land Rights (Account 404.2)	Amortization of Other Limited-term Gas Plant (Account 404.3)	Amortization of Other Gas Plant (Account 405)	Total (b to f) (g)
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
1	Intangible Plant						
2	Production plant, manufactured gas						
3	Production and gathering plant, nat. gas						
4	Products extraction plant						
5	Underground gas storage plant						
6	Other storage plant						
7	Base load LNG term. & proces. plant						
8	Transmission Plant						
9	Distribution Plant	184,917					184,917
10	General Plant	50,170					50,170
11	Common Plant-Gas						
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
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32							
33							
34							
35							
36							
37	<b>TOTAL</b>	<b>\$235,087</b>					<b>\$235,087</b>



Name of Respondent

For the Year Ended

ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

**PARTICULARS CONCERNING CERTAIN INCOME DEDUCTIONS AND  
INTEREST CHARGES ACCOUNTS**

Report the information specified below, in the order given for the respective income deduction and interest charges accounts. Provide a subheading for each account and total for the account. Additional columns may be added if deemed appropriate with respect to any account.

(a) Miscellaneous Amortization (Account 425) - Describe the nature of items included in this account, the contra account charged, the total of amortization charged for the year, and the period of amortization.

(b) Miscellaneous Income Deductions - Report the nature, payee, and amount of other income deductions for the year as required by Accounts 426.1, Donations; 426.2 Life Insurance; 426.3 Penalties; 426.4, Expenditures for Certain Civic, Political and Related Activities; and 426.5, Other Deductions, of the Uniform System of Accounts. Amounts of less than \$25,000 may be grouped by classes within the above accounts.

(c) Interest on Debt to Associated Companies (Account 430) - For each associated company to which interest on debt was incurred during the year, indicate the amount and interest rate respectively for (a) advances on notes, (b) advances on open account, (c) notes payable, (d) accounts payable, and (e) other debt, and total interest.

Explain the nature of other debt on which interest was incurred during the year.

(d) Other Interest Expense (Account 431) - Report particulars (Details) including the amount and interest rate for each other interest charges incurred during the year.

Line No.	Item (a)	Amount (b)
1	#426-1 DONATIONS	\$1,210
2	#426-3 PENALTIES - FPSC REG. FEE	\$364
3	#427 LONG TERM INTEREST - 8.75%	\$9,503
4	LONG TERM INTEREST - 7.75%	\$1,372
5	#431 INTEREST ON DEPOSITS - 6 %	\$1,583
6	INTEREST ON NOTES PAYABLE - 8.00 %	\$11,613
7		
8		
9		
10		
11		
12		
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27		

ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

## DISTRIBUTION OF SALARIES AND WAGES

Report below the distribution of total salaries and wages for the year. Segregate amounts originally charged to clearing accounts to Utility Departments, Construction, Plant Removals, and Other Accounts, and enter such amounts in the appropriate lines and columns provided. In determining this segregation of salaries and wages originally charged to clearing accounts, a method of approximation giving substantially correct results may be used.

Line No.	Classification (a)	Direct Payroll Distribution (b)	Allocation of Payroll Charged for Clearing Accounts (c)	Total (d)
1	<b>Electric</b>			
2	TOTAL Operation and Maintenance - Electric			
3	<b>Gas</b>			
4	Operation			
5	Production - Manufd. Gas & Nat. Gas (inc. Expl. and Dev.); Other Gas Supply; Storage, LNG, Termn. & Proces.			
6	Transmission			
7	Distribution #807,870,871,874-879	178,596		
8	Customer Accounts #902,903	106,315		
9	Customer Service and Informational			
10	Sales			
11	Administrative and General #920,926,928	80,029		
12	TOTAL Operation (Enter Total of lines 5 through 11)	364,939		
13	Maintenance			
14	Production - Manufd. Gas & Nat. Gas (inc. Expl. and Dev.); Other Gas Supply; Storage, LNG, Termn. & Proces.			
15	Transmission			
16	Distribution #880,886-895,921,933,935	26,484		
17	Administrative and General			
18	TOTAL Maintenance (Enter Total of lines 14 through 17)	26,484		
19	Total Operation and Maintenance	391,424		
20	Production - Manufd. Gas & Nat. Gas (inc. Expl. and Dev.); Other Gas Supply; Storage, LNG, Termn. & Proces.			
21	Transmission (Enter Total of lines 6 and 15)			
22	Distribution (Enter Total of lines 7 and 16)	205,080		
23	Customer Accounts (Transcribe from line 8)	106,315		
24	Customer Service and Informational (Transcribe from line 9)			
25	Sales (Transcribe from line 10)			
26	Administrative and General (Enter Total of lines 11 and 17)	80,029		
27	TOTAL Operation and Maint. (Total of lines 20 through 26)	391,424		
28	<b>Other Utility Departments</b>			
29	Operation and Maintenance			
30	TOTAL All Utility Dept. (Total of lines 2, 27, and 29)			
31	<b>Utility Plant</b>			
32	Construction (By Utility Departments)			
33	Electric Plant			
34	Gas Plant	16,199		16,199
35	Other			
36	TOTAL Construction (Enter Total of lines 33 through 35)	16,199		16,199
37	Plant Removal (By Utility Department)			
38	Electric Plant			
39	Gas Plant			
40	Other			
41	TOTAL Plant Removal (Enter Total of lines 38 through 40)			
42				
43	Other Accounts (Specify):			
44	MERCHANDISING & JOBBING	36,324		36,324
45				
46				
47				
48				
49				
50				
51				
52				
53	TOTAL Other Accounts	36,324		36,324
54	TOTAL SALARIES AND WAGES	443,947		52,523

Name of Respondent		For the Year Ended			
ST. JOE NATURAL GAS COMPANY, INC.		Dec. 31, 2001			
REGULATORY COMMISSION EXPENSES (Account 928)					
1. Report particulars (details) of regulatory commission expenses incurred during the current year (or incurred in previous years if being amortized) relating to formal cases before a regulatory body, or cases in which such a body was a party.			2. In columns (b) and (c), indicate whether the expenses were assessed by a regulatory body or were otherwise incurred by the utility.		
Line No.	Description (Furnish name of regulatory commission or body, the docket or case number, and a description of the case.) (a)	Assessed by Regulatory Commission (b)	Expenses of Utility (c)	Total Expenses to Date (d)	Deferred in Account 186 at Beginning of Year (e)
1	PGA, CONSERVATION FILINGS		\$17,979	\$17,979	
2	000003-GU Filings, 000002-EG Filings				
3					
4	RATE CASE FILING		71,752	\$71,752	
5	001447-GU				
6					
7					
8					
9					
10					
11					
12					
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26					
27					
28					
29					
30					
31					
32					
33					
34					
35					
36					
37					
38					
39					
40	TOTAL	-	\$89,731	\$89,731	

Name of Respondent

For the Year Ended

ST. JOE NATURAL GAS COMPANY, INC.

Dec. 31, 2001

REGULATORY COMMISSION EXPENSES (Account 928) (Continued)

3. Show in column (k) any expenses incurred in prior years which are being amortized. List in column (a) the period of amortization.

4. The totals of columns (e), (i), (k), and (l) must agree with the totals shown at the bottom of page 34

for Account 186.

5. List in column (f), (g) and (h) expenses incurred during year which were charged currently to income, plant, or other accounts.

6. Minor items (less than \$25,000) may be grouped.

EXPENSES INCURRED DURING YEAR			AMORTIZED DURING YEAR		Deferred in Account 186 End of Year (l)	Line No.
CHARGED CURRENTLY TO			Contra Account (j)	Amount (k)		
Department (f)	Account No. (g)	Amount (h)			Deferred to Account 186 (i)	Amount (k)
					NONE	1
						2
						3
						4
						5
						6
						7
						8
						9
						10
						11
						12
						13
						14
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						30
						31
						32
						33
						34
						35
						36
						37
						38
						39
						40

**CHARGES FOR OUTSIDE PROFESSIONAL AND OTHER CONSULTATIVE SERVICES**

1. Report the information specified below for all charges made during the year included in any account (including plant accounts) for outside consultative and other professional services. (These services include rate, management, construction, engineering, research, financial, valuation, legal, accounting, purchasing, advertising, labor relations, and public relations, rendered the respondent under written or oral arrangement, for which aggregate payments were made during the year to any corporation, partnership, organization of any kind, or individual [other than for services as an employee or for payments made for medical and related services] amounting to more than \$25,000, including payments for legislative services, except those which should be reported in Account 426.4 Expenditures for Certain

Civic, Political and Related Activities.  
 (a) Name and address of person or organization rendering services,  
 (b) description of services received during year and project or case to which services relate,  
 (c) basis of charges,  
 (d) total charges for the year, detailing utility department and account charged.  
 2. For any services which are of a continuing nature, give the date and term of contract and date of Commission authorization, if contract received Commission approval.  
 3. Designate with an asterisk associated companies.

	Description	Amount
1	(a)	(b)
2		
3	Holland & Knight, LLP	
4	P.O. Box 32092	
5	Lakeland, Fl 33802-2092	
6		
7		
8		
9		
10		
11	Rate Case Matter Docket #001447-GU	\$57,539.49
12		
13	Long-Term Debt	\$2,060.51 *
14		
15		
16	Energy Conservation & PGA Filings	\$355.76
17		
18		
19	Local Tax Issues	\$45.00
20		
21		
22		
23		
24		
25		
26		
27		
28		
29		
30		
31		
32		
33		
34		
35		
36		
37		
		\$83,628.07

## Reconciliation of Gross Operating Revenues Annual Report versus Regulatory Assessment Fee Return

Company: **ST. JOE NATURAL GAS COMPANY, INC.**

For the Year Ended December 31, 2001

For the current year, reconcile the gross operating revenues as reported on Page 46 of this report with the gross operating revenues as reported on the utility's regulatory assessment fee return. Explain and justify any differences between the reported gross operating revenues in column (f).

Line No.	(a) Description	(b) Gross Operating Revenues per Page 46	(c) Interstate and Sales for Resale Adjustments	(d) Adjusted Interstate Gross Operating Revenues	(e) Intrastate Gross Operating Revenues per RAF Return	(f) Difference (d) - (e)
1	Total Sales to Ultimate Customers (480-482,489)	\$2,125,532			\$2,125,532	\$0
2	Sales for Resale (483)					
3	Total Natural Gas Service Revenues	\$2,125,532			\$2,125,532	\$0
4	Total Other Operating Revenues (485-495)	\$128,265			\$128,265	\$0
5	Total Gas Operating Revenues	\$2,253,797			\$2,253,797	\$0
6	Provision for Rate Refunds (496)					
7	Other (Specify)					
8	FCPC prior period 12/00, pd 7/01.	-			\$50,922	(\$50,922)
9						
10	<b>Total Gross Operating Revenues</b>	<b>\$2,253,797</b>			<b>\$2,304,719</b>	<b>(\$50,922)</b>

Notes:

#8 - Recognizing FCPC Prepaid Gas Credit as Revenues for Year 2000 of \$50922.00. This adjustment is included in the RAF for Jan - Jun 2001 as a prior period.

**CORPORATE STRUCTURE**

**Company:** *ST. JOE NATURAL GAS COMPANY, INC.*  
**For the Year Ended December 31, 2001**

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Provide an updated organizational chart showing all affiliated companies, partnerships, etc.

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Effective  
Date

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**NOT APPLICABLE**

**NEW OR AMENDED CONTRACTS WITH AFFILIATED COMPANIES**

**COMPANY:** *ST. JOE NATURAL GAS COMPANY, INC.*

**For the Year Ended December 31, 2001**

Provide a synopsis of each new or amended contract, agreement, or arrangement with affiliated companies for the purchase, lease, or sale of land, goods, or services (excluding tariffed items). The synopsis shall include, at a minimum, the terms, price, quantity, amount, and duration of the contracts.

Name of Affiliated Company (a)	Synopsis of Contract (b)
NONE	



**INDIVIDUAL AFFILIATED TRANSACTIONS IN EXCESS OF \$25,000**

**Company:** *ST. JOE NATURAL GAS COMPANY, INC.*

**For the Year Ended December 31, 2001**

Provide information regarding individual affiliated transactions in excess of \$25,000. Recurring monthly affiliated transactions which exceed \$25,000 per month should be reported annually in the aggregate. However, each land or property sales transaction even though similar sales recur, should be reported as a "non-recurring" item for the period in which it occurs.

Name of Affiliate (a)	Description of Transaction (b)	Dollar Amount (c)
<i>NONE</i>		

**SUMMARY OF AFFILIATED TRANSFERS AND COST ALLOCATIONS**

**Company:** *ST. JOE NATURAL GAS COMPANY, INC.*

**For the Year Ended December 31, 2001**

Grouped by affiliate, list each contract, agreement, or other business transaction exceeding a cumulative amount of \$300 in any one year, entered into between the Respondent and an affiliated business or financial organization, firm, or partnership identifying parties, amounts, dates, and product, asset, or service involved.

- (a) Enter name of affiliate.
- (b) Give description of type of service, or name the product involved.
- (c) Enter contract or agreement effective dates.
- (d) Enter the letter "p" if the service or product is a purchased by the Respondent: "s" if the service or product is sold by the Respondent.
- (e) Enter utility account number in which charges are recorded.
- (f) Enter total amount paid, received, or accrued during the year for each type of service or product listed in column (c). Do not net amounts when services are both received and provided.

Name of Affiliate (a)	Type of Service and/or Name of Product (b)	Relevant Contract or Agreement and Effective Date (c)	Total Charge for Year		
			"p" or "s" (d)	Account Number (e)	Dollar Amount (f)
NONE					

**ASSETS OR RIGHTS PURCHASED FROM OR SOLD TO AFFILIATES**

**Company: ST. JOE NATURAL GAS COMPANY, INC.**

**For the Year Ended December 31, 2001**

Provide a summary of affiliated transactions involving asset transfers or the right to use assets.

Name of Affiliate	Description of Asset or Right	Cost/Orig. Cost	Accumulated Depreciation	Net Book Value	Fair Market Value	Purchase Price	Title Passed Yes/No
Purchases from Affiliates: NONE		\$	\$	\$	\$	\$	
<b>Total</b>						\$	
Sales to Affiliates:		\$	\$	\$	\$	Sales Price	
<b>Total</b>						\$	

EMPLOYEE TRANSFERS

Company: ST. JOE NATURAL GAS COMPANY, INC.

For the Year Ended December 31, 2001

List employees earning more than \$30,000 annually transferred to/from the utility to/from an affiliate company.

Company Transferred From	Company Transferred To	Old Job Assignment	New Job Assignment	Transfer Permanent or Temporary and Duration
NONE				