

BEFORE THE PUBLIC SERVICE COMMISSION

In re: Purchased gas adjustment (PGA) true-up. | DOCKET NO. 050003-GU
ORDER NO. PSC-05-1183-FOF-GU
ISSUED: December 1, 2005

The following Commissioners participated in the disposition of this matter:

BRAULIO L. BAEZ, Chairman
J. TERRY DEASON
RUDOLPH "RUDY" BRADLEY
LISA POLAK EDGAR
ISILIO ARRIAGA

APPEARANCES:

BILL L. BRYANT, JR., ESQUIRE, and THOMAS A. RANGE, ESQUIRE,
Akerman Senterfitt Law Firm, 106 East College Avenue, Suite 1200, Tallahassee,
Florida 32301
On behalf of Florida City Gas (FCG).

NORMAN H. HORTON, JR., ESQUIRE, Messer, Caparello & Self, P.A., Suite
701, Sun Trust Bank Building, P. O. Box 1876, Tallahassee, Florida 32302-1876
On behalf of Florida Public Utilities Company (FPUC).

JOHN R. MARKS, IV, ESQUIRE, and PATRICIA A. CHRISTENSEN,
ESQUIRE, Associate Public Counsel, Office of Public Counsel, c/o The Florida
Legislature, 111 West Madison Street, Room 812, Tallahassee, Florida 32399-
1400
On behalf of the Citizens of the State of Florida (OPC).

ANSLEY WATSON, JR., ESQUIRE, Macfarlane Ferguson & McMullen, P.O.
Box 1531, Tampa, Florida, 33601-1531, and MATTHEW R. COSTA, ESQUIRE,
TECO Energy, Inc., P.O. Box 111, Tampa, Florida 33601-0111
On behalf of Peoples Gas Systems (PGS).

KATHERINE E. FLEMING, ESQUIRE, and MARTHA CARTER BROWN,
ESQUIRE, Florida Public Service Commission, 2540 Shumard Oak Boulevard,
Tallahassee, Florida 32399-0850
On behalf of the Florida Public Service Commission.

DOCUMENT NUMBER-DATE

11341 DEC-1 05

FPSC-COMMISSION CLERK

FINAL ORDER APPROVING PURCHASED GAS ADJUSTMENT TRUE-UP AMOUNTS
AND ESTABLISHING PURCHASED GAS COST RECOVERY FACTORS TO BE
APPLIED DURING THE PERIOD JANUARY 2006 THROUGH DECEMBER 2006

As part of the Commission's continuing purchased gas adjustment true-up proceedings, an administrative hearing was held November 7, 2005, in this docket. Florida City Gas; Florida Public Utilities Company; Peoples Gas System; and St. Joe Natural Gas Company submitted testimony and exhibits in support of their proposed final and estimated true-up amounts and their proposed purchased gas recovery factors. The Office of Public Counsel ("OPC") also participated in this proceeding. Prior to hearing, the parties reached agreement concerning all issues identified for resolution at hearing. These issues were presented to us as a stipulation. We have jurisdiction over the subject matter by the provisions of Chapter 366, Florida Statutes, including Sections 366.04, 366.05, and 366.06, Florida Statutes.

The parties stipulated to the final and estimated true-up amounts and purchased gas cost recovery factors appropriate for each utility. We accept and approve the stipulations as reasonable and supported by competent, substantial evidence of record as set forth below.

We find that the appropriate final purchased gas adjustment true-up amounts for the period January 2004 through December 2004 are as follows:

Florida City Gas	\$117,948	Overrecovery
Florida Public Utilities Company	\$772,395	Overrecovery
Peoples Gas System	\$12,577,822	Underrecovery
St. Joe Natural Gas Company	\$41,904	Overrecovery

We find that the estimated purchased gas adjustment true-up amounts for the period January 2005 through December 2005 are as follows:

Florida City Gas	\$3,439,924	Underrecovery
Florida Public Utilities Company	\$2,208,051	Underrecovery
Peoples Gas System	\$15,709,214	Overrecovery
St. Joe Natural Gas Company	\$159,782	Overrecovery

We find that the total purchased gas adjustment true-up amounts to be collected during the period January 2006 through December 2006 are as follows:

Florida City Gas	\$3,321,976	Underrecovery
Florida Public Utilities Company	\$1,435,656	Underrecovery
Peoples Gas System	\$3,131,392	Overrecovery
St. Joe Natural Gas Company	\$201,776	Overrecovery

We find that the appropriate levelized purchased gas cost recovery (cap) factors for the period January 2006 through December 2006 are as follows:

Florida City Gas	164.027 cents per therm
Florida Public Utilities Company	155.053 cents per therm
Peoples Gas System	150.033 cents per therm
St. Joe Natural Gas Company	105.10 cents per therm

We find that these factors shall be effective for all meter readings on or after January 1, 2006, beginning with the first or applicable billing cycle, for the period January 2006 through December 2006.

Based on the foregoing, it is

ORDERED by the Florida Public Service Commission that the stipulations, findings, and rulings set forth in the body of this Order are hereby approved. It is further

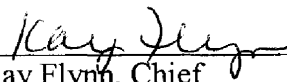
ORDERED that each utility that was a party to this docket shall abide by the stipulations, findings, and rulings herein which are applicable to it. It is further

ORDERED that the utilities named herein are authorized to collect the purchased gas adjustment amounts and utilize the factors approved herein effective with all meter readings on or after January 1, 2006, beginning with the first or applicable billing cycle for the period January 2006 through December 2006.

By ORDER of the Florida Public Service Commission this 1st day of December, 2005.

BLANCA S. BAYÓ, Director
Division of the Commission Clerk
and Administrative Services

By:



Kay Flynn, Chief
Bureau of Records

(SEAL)

KEF

NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.569(1), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

Any party adversely affected by the Commission's final action in this matter may request:

- 1) reconsideration of the decision by filing a motion for reconsideration with the Director, Division of the Commission Clerk and Administrative Services, 2540 Shumard Oak Boulevard, Tallahassee, Florida 32399-0850, within fifteen (15) days of the issuance of this order in the form prescribed by Rule 25-22.060, Florida Administrative Code; or
- 2) judicial review by the Florida Supreme Court in the case of an electric, gas or telephone utility or the First District Court of Appeal in the case of a water and/or wastewater utility by filing a notice of appeal with the Director, Division of the Commission Clerk and Administrative Services and filing a copy of the notice of appeal and the filing fee with the appropriate court. This filing must be completed within thirty (30) days after the issuance of this order, pursuant to Rule 9.110, Florida Rules of Appellate Procedure. The notice of appeal must be in the form specified in Rule 9.900(a), Florida Rules of Appellate Procedure.