

*TDR*

Commissioners:  
SUSAN F. CLARK, CHAIRMAN  
J. TERRY DEASON  
JULIA L. JOHNSON  
DIANE K. KIESLING  
JOE GARCIA



TIMOTHY DEVLIN, Director  
Auditing & Financial Analysis  
(904) 413-6480

# Public Service Commission

June 28, 1996

City Gas Company of Florida  
Richard Wall  
955 East 25th Street  
Hialeah, FL 33013-3498

Dear Mr. Wall:

Docket No. 960502-GU -- City Gas Company of Florida  
Rate Case Audit Request - Period Ending September 30, 1997

The Florida Public Service Commission will determine that rate base, net operating income and capital structure for the projected test year ending September 30, 1997 are representative and in conformity with current Commission policy for purposes of calculating revenue requirements. Auditors may select one or more accounts for detailed examination. Access may be requested to documents and records supporting affiliate company transactions that affect regulated operations. Staff auditors may also request to review the firm's external audit working papers for the most recent independent audit. Kathy Welch, the district office supervisor, (305) 470-5602, will coordinate this audit.

- ACK \_\_\_\_\_
- AFA \_\_\_\_\_
- APP \_\_\_\_\_
- CAF \_\_\_\_\_
- CMU \_\_\_\_\_
- CTR \_\_\_\_\_
- EAG \_\_\_\_\_
- LEG \_\_\_\_\_
- LIN \_\_\_\_\_
- OPC \_\_\_\_\_
- RCH \_\_\_\_\_
- SEC 1
- UTL \_\_\_\_\_

Rule 25-7.014(5), F.A.C., states that, "Upon direction of the Commission, or in the performance of delegated staff duties, any member of the Commission may make at any reasonable time a personal visit to the utility's offices or other places of business, and may inspect any facility, records, accounts, books, reports, and papers of the utility which appear necessary in the discharge of Commission duties. During such visits the company shall provide staff member(s) with adequate and comfortable working and filing space, consistent with the prevailing conditions and climate and comparable with the accommodations provided the company's outside auditors".

DOCUMENT NUMBER-DATE

07008 JUL-1 1996

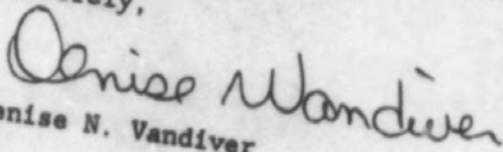
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A formal audit report will be issued for internal official use only by the Commission on or about August 13, 1996. A copy of the final report will be mailed to the company liaison officer listed in the Commission Mailing Directory. Comments should be mailed to the Director of Records and Reporting within ten days after receipt.

Please complete the Pre-audit Questionnaire and use the pre-stamped envelope to return the completed form to me by July 13, 1996.

Questions regarding the audit or staff conduct should be directed to Kathy Welch or myself at (904) 413-6487.

Sincerely,



Denise N. Vandiver

DNV/sp

- Enclosures: (1) Excerpts from Rule 25-22.006, F.A.C.  
and 366.093, F.S.  
(2) Pre-audit Questionnaire  
(3) Pre-stamped, Addressed Envelope  
(4) Data Processing Questionnaire

cc: Mary Andrews Bane, Deputy Executive Director/Tech. (w/o enclosures)  
Field Audit Supervisor  
Legal Services (w/o enclosures)  
Division of Audit and Finance (Chaires)  
Division of Records and Reporting (w/o enclosure)  
Public Counsel