

MEMORANDUM

December 13, 1996

TO: DIVISION OF RECORDS AND REPORTING (FLYNN)  
FROM: SYLVIA PELT, ADMINISTRATIVE ASSISTANT  
RE: DOCKET NO. 960003-GU -- FLORIDA PUBLIC UTILITIES COMPANY  
ISSUED UNDER DENISE VANDIVER'S DECEMBER 13, 1996  
TRANSMITTAL - AUDIT CONTROL NO. 96-151-4-2

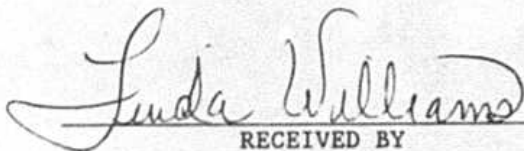
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Working papers, Volume II of II, are forwarded, pursuant to Rule 25-22.006, F.A.C. Volume I of II and the administrative section for the working papers have been filed as unclassified in DAFA files.

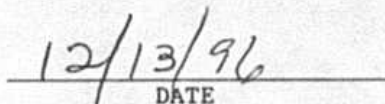
The audit exit conference was held December 6, 1996.

An attached one-page index lists all confidential papers.

Attachments: Confidential Document Index, Page one  
Working Papers, Volume II of II

cc: Legal  
Mary Andrews Bane  
Bob Freeman

  
RECEIVED BY

  
DATE

*index - 13291-96*  
*conf 13292-96*

COMPANY:  
TITLE  
PERIOD  
  
DATE  
AUDITOR:

FPUC  
LSIT OF CONFIDENTIAL WORKPAPERS  
SIX MONTHS END MARCH 96  
SIX MONTHS END SEPT 96  
NOV 19, 1996  
RG

WP NO	DESCRIPTION	NUMBER OF PAGES
43-1/1	SUMMARY OF COST OF GAS INVOICES OCTOBER 1995 THROUGH MARCH 1996	3
43-1/2	SUMMARY OF COST OF GAS INVOICES APRIL 1996 THROUGH SEPTEMBER 1996	3

DOCUMENT NUMBER-DATE  
13291 DEC 1996  
COPY ORIGINATING

FLORIDA PUBLIC SERVICE COMMISSION

AUDIT REPORT

12 MONTHS ENDED SEPTEMBER 30, 1996

FIELD WORK COMPLETED

NOVEMBER 14, 1996

WEST FLORIDA NATURAL GAS COMPANY

PANAMA CITY, FLORIDA

BAY COUNTY

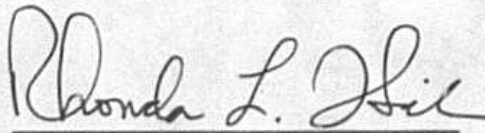
PURCHASED GAS ADJUSTMENT AUDIT

DOCKET NUMBER - 960003-GU

AUDIT CONTROL NUMBER 96-151-1-2



DAVID J. DRAPER  
AUDIT MANAGER



RHONDA HICKS  
REGULATORY ANALYST SUPERVISOR  
TALLAHASSEE DISTRICT OFFICE

DOCUMENT NUMBER-DATE  
13294 DEC 13 1996  
FPSC-RECORDS/REPORTING

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## II. AUDIT SCOPE

This report is based on the audit work described below. When compiled is used in this report, it defines completed audit work as follows:

**COMPILED:** The audit staff reconciled exhibit amounts with the general ledger; visually scanned accounts for error or inconsistency; disclosed any unresolved error, irregularity, or inconsistency; and, except as noted, performed no other audit work.

### SCOPE OF WORK PERFORMED

**REVENUES:** Compiled the Purchased Gas Adjustment revenue account to determine that the Company has used the approved PGA factor including taxes as set forth in Commission Orders No. PSC-95-0350-FOF-GU, PSC-96-0323-FOF-GU, and PSC-96-1197-FOF-GU; Calculated revenues per therm usage and compared those calculated dollar amounts to the actual dollar amounts listed within the sales journal and general ledger; Analyzed all billing cycle days in the month of March 1996 (per sales journal) for the therm usage of Residential, Commercial, Large Commercial, Industrial firms, and Industrial interruptible at Panama City & Ocala and compared the revenues associated with those therm units sold to the data contained within the utility's Billing List.

**EXPENSES:** Recalculated PGA Transportation and Purchase Gas cost for the audit period; Reconciled hand-bills and supporting documents to the general ledger; and Traced general ledger account balances to subsidiary ledgers.

**OTHER:** Computed Company true-up and interest provision; Verified the correct beginning true-up; Verified that the correct interest rates were applied to under or over recovered amounts for the twelve months ended September 30, 1996.

FOR THE PERIOD OF:

APRIL 95

Through

MARCH 96

	CURRENT MONTH: OCTOBER 1996				REVISED PERIOD TO DATE			
	ACTUAL	ORIG.FLEX ESTIMATE	DIFFERENCE		ACTUAL	ORIG.FLEX ESTIMATE	DIFFERENCE	
			AMOUNT	%			AMOUNT	%
<b>TRUE-UP CALCULATION</b>								
1 PURCHASED GAS COST (A1 LINE1& LINE3)	253,095	192,250	(90,845)	-0.56991	1,791,609	2,170,890	379281.22	0.1747123
2 TRANSPORTATION COST (A1 line 1,2,5,6)	218,231	220,783	2,532	0.01147	1,445,498	1,441,771	(3,725)	-0.002584
3 TOTAL	471,326	383,013	(88,313)	-0.23067	3,237,105	3,612,661	375,556	0.1039556
4 FUEL REVENUES (NET OF REVENUE TAX)	334,783	392,584	47,821	0.124994	3,128,846	3,568,237	439,391	0.1231394
5 TRUE-UP (COLLECTED) OR REFUNDED	39,975	39,975	0	0	279,826	279,826	0	0
6 FUEL REVENUE APPLICABLE TO PERIOD * (LINE 4 (+ or -) LINE 5)	374,739	422,559	47,821	0.113188	3,408,673	3,848,063	439,391	0.1141849
7 TRUE-UP PROVISION - THIS PERIOD (LINE 6 - LINE 3)	(90,587)	39,548	136,133	3.442382	171,568	235,402	63,834	0.2711712
8 INTEREST PROVISION-THIS PERIOD (21)	4,438	7,246	2,807	0.387464	40,554	50,116	0	0
9 BEGINNING OF PERIOD TRUE-UP AND INTEREST	974,817	1,480,186	505,369	0.341423	910,400	1,481,311	0	0
9a PGA AUDIT ADJ (Detail with 12/94)	0	0	0	0	0	0	0	0
10 TRUE-UP COLLECTED OR (REFUNDED) (REVERSE OF LINE 5)	(39,975)	(39,975)	0	0	(279,826)	(279,826)	0	0
10a FLEX RATE REFUND (if applicable)	0	0	0	0	0	0	0	0
11 TOTAL ESTIMATED/ACTUAL TRUE-UP (7 + 8 + 9 + 10 + 10a)	842,693	1,487,003	644,310	0.433294	842,693	1,487,003	644,310	0.4332943
<b>INTEREST PROVISION</b>								
12 BEGINNING TRUE-UP AND INTEREST PROVISION (9)	974,817	1,480,186	505,369	0.341423	If line 5 is a refund add to line 4 If line 5 is a collection (-) subtract from line 4			
13 ENDING TRUE-UP BEFORE INTEREST (12 + 7-5)	838,255	1,479,757	641,502	0.433519				
14 TOTAL (12 + 13)	1,813,072	2,959,943	1,146,871	0.387464				
15 AVERAGE (50% OF 14)	906,536	1,479,972	573,436	0.387464				
16 INTEREST RATE - FIRST DAY OF MONTH	0.05940	0.05940	0	0				
17 INTEREST RATE - FIRST DAY OF SUBSEQUENT MONTH	0.05810	0.05810	0	0				
18 TOTAL (16 + 17)	0.11750	0.11750	0	0				
19 AVERAGE (50% OF 18)	0.05875	0.05875	0	0				
20 MONTHLY AVERAGE (19/12 Months)	0.00490	0.00490	0	0				
21 INTEREST PROVISION (15x20)	4438	7246	2807.445	0.387464				

DEC 4



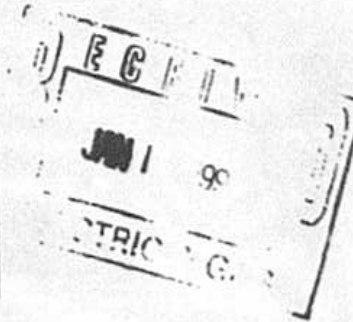
FOR THE PERIOD OF: APRIL 95 Through MARCH 96

SECOND  
REVISED

	CURRENT MONTH: NOVEMBER 1995				PERIOD TO DATE			
	ACTUAL	ORIG.FLEX ESTIMATE	DIFFERENCE		ACTUAL	ORIG.FLEX ESTIMATE	DIFFERENCE	
			AMOUNT	%			AMOUNT	%
<b>TRUE-UP CALCULATION</b>								
1 PURCHASED GAS COST (A1 LINE4& LINE3)	546,333	224,375	(321,958)	-1.43491	2,337,942	2,395,265	57,322.51	0.0239316
2 TRANSPORTATION COST (A1 line 1,2,5,6)	224,354	308,432	84,078	0.272598	1,669,850	1,750,203	80,353	0.0459106
3 TOTAL	770,688	532,807	(237,881)	-0.44647	4,007,793	4,145,468	137,675	0.0332111
4 FUEL REVENUES (NET OF REVENUE TAX)	529,347	532,378	3,031	0.005693	3,658,193	4,100,615	442,422	0.1078916
5 TRUE-UP (COLLECTED) OR REFUNDED	39,975	39,975	0	0	319,801	319,801	0	0
6 FUEL REVENUE APPLICABLE TO PERIOD * (LINE 4 (+ or -) LINE 5)	569,322	572,353	3,031	0.005295	3,977,994	4,420,416	442,422	0.100086
7 TRUE-UP PROVISION - THIS PERIOD (LINE 6 - LINE 3)	(201,365)	39,546	240,911	6.09189	(29,798)	274,948	304,746	1.1083773
8 INTEREST PROVISION-THIS PERIOD (21)	3,493	7,192	3,700	0.514374	44,047	57,308	0	0
9 BEGINNING OF PERIOD TRUE-UP AND INTEREST	842,693	1,487,003	644,310	0.433294	910,400	1,481,311		0
9a PGA AUDIT ADJ (Detail with 12/94)	0	0			0	0		
10 TRUE-UP COLLECTED OR (REFUNDED) (REVERSE OF LINE 5)	(39,975)	(39,975)	0	0	(319,801)	(319,801)	0	0
10a FLEX RATE REFUND (if applicable)	0	0	0	0	0	0	0	0
11 TOTAL ESTIMATED/ACTUAL TRUE-UP (7+8+9+10+10a)	604,845	1,493,766	888,921	0.595087	604,844	1,493,766	888,922	0.5950877

<b>INTEREST PROVISION</b>				
12 BEGINNING TRUE-UP AND INTEREST PROVISION (9)	842,693	1,487,003	644,310	0.433294
13 ENDING TRUE-UP BEFORE INTEREST (12+7-5)	601,353	1,486,574	885,221	0.595478
14 TOTAL (12+13)	1,444,046	2,973,577	1,529,531	0.514374
15 AVERAGE (50% OF 14)	722,023	1,486,789	764,766	0.514374
16 INTEREST RATE - FIRST DAY OF MONTH	0.05810	0.05810	0	0
17 INTEREST RATE - FIRST DAY OF SUBSEQUENT MONTH	0.05800	0.05800	0	0
18 TOTAL (16+17)	0.11610	0.11610	0	0
19 AVERAGE (50% OF 18)	0.05805	0.05805	0	0
20 MONTHLY AVERAGE (19/12 Months)	0.00484	0.00484	0	0
21 INTEREST PROVISION (15x20)	3493	7192	3699.554	0.514374

If line 5 is a refund add to line 4  
If line 5 is a collection ( ) subtract from line 4



FOR THE PERIOD OF:

APRIL 95

Through

MARCH 96

REVISED ✓

	CURRENT MONTH: DECEMBER 1995				PERIOD TO DATE			
	ACTUAL	REVISED ESTIMATE	DIFFERENCE		ACTUAL	REVISED ESTIMATE	DIFFERENCE	
			AMOUNT	%			AMOUNT	%
<b>TRUE-UP CALCULATION</b>								
1 PURCHASED GAS COST (A1 LINE4& LINE3)	1,040,583	819,750	(420,833)	-0.87904	3,378,525	2,957,602	-420832.76	-0.142284
2 TRANSPORTATION COST (A1 line 1,2,5,6)	371,857	392,958	21,101	0.053699	2,041,707	2,082,808	21,101	0.0102294
3 TOTAL	1,412,439	1,012,708	(399,731)	-0.39472	5,420,231	5,020,500	(399,731)	-0.07962
4 FUEL REVENUES (NET OF REVENUE TAX)	4-1,052,974	1,012,278	(40,696)	-0.0402	4,711,167	4,670,471	(40,696)	-0.008713
5 TRUE-UP (COLLECTED) OR REFUNDED	39,975	39,975	0	0	359,775	359,776	0	0
6 FUEL REVENUE APPLICABLE TO PERIOD * (LINE 4 (+ or -) LINE 5)	1,092,949	1,052,253	(40,696)	-0.03667	5,070,943	5,030,247	(40,696)	-0.00809
7 TRUE-UP PROVISION - THIS PERIOD (LINE 6 - LINE 3)	(319,491)	39,545	359,036	0.079116	(349,289)	9,747	359,036	36.834584
8 INTEREST PROVISION-THIS PERIOD (21)	2,058	2,925	868	0.296905	46,103	46,972	0	0
9 BEGINNING OF PERIOD TRUE-UP AND INTEREST	604,845	604,845	0	0	910,400	910,400	0	0
9a PGA AUDIT ADJ (Detail with 12/94)	0	0	0	0	0	0	0	0
10 TRUE-UP COLLECTED OR (REFUNDED) (REVERSE OF LINE 5)	(39,975)	(39,975)	0	0	(359,776)	(359,776)	0	0
10a FLEX RATE REFUND (if applicable)	0	0	0	0	0	0	0	0
11 TOTAL ESTIMATED/ACTUAL TRUE-UP (7 + 8 + 9 + 10 + 10a)	247,436	607,340	359,904	0.592591	247,438	607,343	359,905	0.59259
<b>INTEREST PROVISION</b>								
12 BEGINNING TRUE-UP AND INTEREST PROVISION (9)	604,845	604,845	0	0	If line 5 is a refund add to line 4 If line 5 is a collection ( ) subtract from line 4			
13 ENDING TRUE-UP BEFORE INTEREST (12 + 7-5)	245,379	604,415	359,036	0.594022				
14 TOTAL (12 + 13)	850,224	1,209,260	359,036	0.296905				
15 AVERAGE (50% OF 14)	425,112	604,630	179,518	0.296905				
16 INTEREST RATE - FIRST DAY OF MONTH	0.05800	0.05800	0	0				
17 INTEREST RATE - FIRST DAY OF SUBSEQUENT MONTH	0.05810	0.05810	0	0				
18 TOTAL (16 + 17)	0.11610	0.11610	0	0				
19 AVERAGE (50% OF 18)	0.05805	0.05805	0	0				
20 MONTHLY AVERAGE (19/12 Months)	0.00484	0.00484	0	0				
21 INTEREST PROVISION (15x20)	2058	2925	868.4181	0.296905				



FOR THE PERIOD OF: APRIL 95 Through MARCH 96

	CURRENT MONTH: JANUARY 1998				PERIOD TO DATE			
	ACTUAL	REVISED ESTIMATE	DIFFERENCE		ACTUAL	REVISED ESTIMATE	DIFFERENCE	
			AMOUNT	%			AMOUNT	%
<b>TRUE-UP CALCULATION</b>								
1 PURCHASED GAS COST (A1 LINE4& LINE3)	1,097,982	1,064,404	(33,578)	-0.03155	4,476,507	4,022,096	-454,411.11	-0.112979
2 TRANSPORTATION COST (A1 line 1,2,5,6)	361,192	395,791	34,599	0.087418	2,402,899	2,458,599	55,700	0.0226553
3 TOTAL	1,459,174	1,460,195	1,021	0.000699	6,879,406	6,480,695	(398,711)	-0.061523
4 FUEL REVENUES (NET OF REVENUE TAX)	1,364,223	1,459,766	95,543	0.065451	6,075,380	6,130,237	54,847	0.008947
5 TRUE-UP (COLLECTED) OR REFUNDED	39,975	39,975	0	0	399,751	399,751	0	0
6 FUEL REVENUE APPLICABLE TO PERIOD * (LINE 4 (+ or -) LINE 5)	1,404,198	1,499,741	95,543	0.063707	6,475,141	6,529,988	54,847	0.0083993
7 TRUE-UP PROVISION - THIS PERIOD (LINE 6 - LINE 3)	(54,976)	39,546	94,522	2.390165	(404,265)	49,293	453,558	9.2012204
8 INTEREST PROVISION-THIS PERIOD (21)	934	2,836	1,902	0.670644	47,037	49,808	0	0
9 BEGINNING OF PERIOD TRUE-UP AND INTEREST	247,436	607,340	359,904	0.592591	910,400	910,400	0	0
9a PGA ADJ (3/95Balance & Int 12/95)	1,072	1,072	0	0	1,072	1,072	0	0
10 TRUE-UP COLLECTED OR (REFUNDED) (REVERSE OF LINE 5)	(39,975)	(39,975)	0	0	(399,751)	(399,751)	0	0
10a FLEX RATE REFUND (if applicable)	0	0	0	0	0	0	0	0
11 TOTAL ESTIMATED/ACTUAL TRUE-UP (7+8+9+10+10a)	154,491	610,819	456,328	0.747076	154,491	610,819	456,328	0.7470757
<b>INTEREST PROVISION</b>								
12 BEGINNING TRUE-UP AND INTEREST PROVISION (9)	247,436	607,340	359,904	0.592591				
13 ENDING TRUE-UP BEFORE INTEREST (12+7-5)	152,485	606,911	454,426	0.748752				
14 TOTAL (12+13)	399,921	1,214,251	814,330	0.670544				
15 AVERAGE (50% OF 14)	199,960	607,126	407,165	0.670644				
16 INTEREST RATE - FIRST DAY OF MONTH	0.05810	0.05810	0	0				
17 INTEREST RATE - FIRST DAY OF SUBSEQUENT MONTH	0.05400	0.05400	0	0				
18 TOTAL (16+17)	0.11210	0.11210	0	0				
19 AVERAGE (50% OF 18)	0.05605	0.05605	0	0				
20 MONTHLY AVERAGE (19/12 Months)	0.00467	0.00467	0	0				
21 INTEREST PROVISION (15x20)	934	2836	1901.8	0.670644				

If line 5 is a refund add to line 4  
If line 5 is a collection ( ) subtract from line 4



FOR THE PERIOD OF: APRIL 95 Through MARCH 96

	CURRENT MONTH: FEBRUARY 1996				PERIOD TO DATE			
	ACTUAL	REVISED ESTIMATE	DIFFERENCE		ACTUAL	REVISED ESTIMATE	DIFFERENCE	
			AMOUNT	%			AMOUNT	%
<b>TRUE-UP CALCULATION</b>								
1 PURCHASED GAS COST (A1 LINE4& LINE3)	957,711	930,326	(27,385)	-0.02944	5,434,218	4,952,422	-481,796.29	-0.097285
2 TRANSPORTATION COST (A1 line 1,2,5,6)	354,348	368,383	14,035	0.038098	2,757,247	2,826,982	69,735	0.0246675
3 TOTAL	1,312,060	1,298,709	(13,351)	-0.01028	8,191,466	7,779,404	(412,062)	-0.052968
4 FUEL REVENUES (NET OF REVENUE TAX)	1,250,745	1,298,280	47,535	0.036614	7,326,135	7,428,517	102,382	0.0137823
5 TRUE-UP (COLLECTED) OR REFUNDED	39,975	39,975	0	0	439,726	439,726	0	0
6 FUEL REVENUE APPLICABLE TO PERIOD (LINE 4 (+ or -) LINE 5)	1,290,720	1,338,255	47,535	0.03552	7,765,861	7,868,243	102,382	0.0130121
7 TRUE-UP PROVISION - THIS PERIOD (LINE 6 - LINE 3)	(21,340)	39,546	60,886	1.539612	(425,605)	88,939	514,444	5.7907275
8 INTEREST PROVISION-THIS PERIOD (21)	554	2,730	2,176	0.797195	47,591	52,538	0	0
9 BEGINNING OF PERIOD TRUE-UP AND INTEREST	154,491	610,819	456,328	0.747076	910,400	910,400	0	0
9a PGA ADJ (3/95Balance & Int 12/95)	0	0	0	0	1,072	1,072	0	0
10 TRUE-UP COLLECTED OR (REFUNDED) (REVERSE OF LINE 5)	(39,975)	(39,975)	0	0	(439,726)	(439,726)	0	0
10a FLEX RATE REFUND (if applicable)	0	0	0	0	0	0	0	0
11 TOTAL ESTIMATED/ACTUAL TRUE-UP (7+8+9+10+10a)	93,730	613,120	519,390	0.847127	93,730	613,120	519,390	0.8471266
<b>INTEREST PROVISION</b>								
12 BEGINNING TRUE-UP AND INTEREST PROVISION (9)	154,491	610,819	456,328	0.747076				
13 ENDING TRUE-UP BEFORE INTEREST (12+7-5)	93,176	610,390	517,214	0.84735				
14 TOTAL (12+13)	247,667	1,221,209	973,542	0.797195				
15 AVERAGE (50% OF 14)	123,834	610,605	486,771	0.797195				
16 INTEREST RATE - FIRST DAY OF MONTH	0.05400	0.05400	0	0				
17 INTEREST RATE - FIRST DAY OF SUBSEQUENT MONTH	0.05330	0.05330	0	0				
18 TOTAL (16+17)	0.10730	0.10730	0	0				
19 AVERAGE (50% OF 18)	0.05365	0.05365	0	0				
20 MONTHLY AVERAGE (19/12 Months)	0.00447	0.00447	0	0				
21 INTEREST PROVISION (15x20)	554	2730	2176.272	0.797195				

If line 5 is a refund add to line 4  
If line 5 is a collection ( ) subtract from line 4

REVISED

REVISED  
4/2/96



FOR THE PERIOD OF:

APRIL 95

Through

MARCH 96

	CURRENT MONTH: MARCH 1996				PERIOD TO DATE			
	ACTUAL	REVISED ESTIMATE	DIFFERENCE		ACTUAL	REVISED ESTIMATE	DIFFERENCE	
			AMOUNT	%			AMOUNT	%
<b>TRUE-UP CALCULATION</b>								
1 PURCHASED GAS COST (A1 LINE4& LINE3)	997,408	718,536	(278,872)	-0.38811	6,431,626	5,670,968	-760,658.14	-0.134134
2 TRANSPORTATION COST (A1 line 1,2,5,6)	314,629	382,148	67,519	0.176683	3,071,876	3,209,130	137,254	0.0427896
3 TOTAL	1,312,037	1,100,684	(211,353)	-0.19202	9,503,502	8,890,098	(623,414)	-0.070204
4 FUEL REVENUES (NET OF REVENUE TAX)	1,304,047	1,100,255	(203,792)	-0.18522	8,630,182	8,528,772	(101,410)	-0.01189
5 TRUE-UP (COLLECTED) OR REFUNDED	39,978	39,978	0	0	479,703	479,703	0	0
6 FUEL REVENUE APPLICABLE TO PERIOD * (LINE 4 (+ or -) LINE 5)	1,344,024	1,140,233	(203,792)	-0.17873	9,109,884	9,008,475	(101,410)	-0.011257
7 TRUE-UP PROVISION - THIS PERIOD (LINE 6 - LINE 3)	31,997	39,549	7,561	0.191193	(393,618)	128,387	522,004	4.0658824
8 INTEREST PROVISION-THIS PERIOD (21)	405	2,766	2,361	0.853591	47,996	55,304	0	0
9 BEGINNING OF PERIOD TRUE-UP AND INTEREST	93,730	613,120	519,390	0.847126	910,400	910,400	0	0
9a PGA ADJ (3/95Balance & Int 12/95)	0	0	0	0	1,072	1,072	0	0
10 TRUE-UP COLLECTED OR (REFUNDED) (REVERSE OF LINE 5)	(39,978)	(39,978)	0	0	(479,703)	(479,703)	0	0
10a FLEX RATE REFUND (if applicable)	0	0	0	0	0	0	0	0
11 TOTAL ESTIMATED/ACTUAL TRUE-UP (7+8+9+10+10a)	96,145	615,457	529,312	0.860032	96,145	615,457	529,312	0.8600316
<b>INTEREST PROVISION</b>								
12 BEGINNING TRUE-UP AND INTEREST PROVISION (9)	93,730	613,120	519,390	0.847126	If line 5 is a refund add to line 6 If line 5 is a collection ( ) subtract from line 4			
13 ENDING TRUE-UP BEFORE INTEREST (12+7-5)	85,740	612,691	526,951	0.860061				
14 TOTAL (12+13)	179,470	1,225,811	1,046,341	0.853591				
15 AVERAGE (50% OF 14)	89,735	612,906	523,171	0.853591				
16 INTEREST RATE - FIRST DAY OF MONTH	0.05330	0.05330	0	0				
17 INTEREST RATE - FIRST DAY OF SUBSEQUENT MONTH	0.05500	0.05500	0	0				
18 TOTAL (16+17)	0.10830	0.10830	0	0				
19 AVERAGE (50% OF 18)	0.05415	0.05415	0	0				
20 MONTHLY AVERAGE (19/12 Months)	0.00451	0.00451	0	0				
21 INTEREST PROVISION (15x20)	405	2766	2360.808	0.853591				

FOR THE PERIOD OF:

APRIL 86

Through

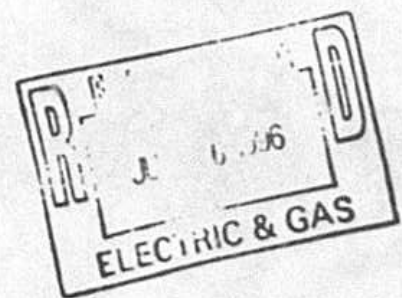
MARCH 87

REVISED

7/1/87

	CURRENT MONTH: APRIL 1986				PERIOD TO DATE			
	ACTUAL	ORIGINAL ESTIMATE	DIFFERENCE		ACTUAL	ORIGINAL ESTIMATE	DIFFERENCE	
			AMOUNT	%			AMOUNT	%
<b>TRUE-UP CALCULATION</b>								
1 PURCHASED GAS COST	454,971	479,948	24,977	0.052041	454,971	479,948	24,977	0.052041
2 TRANSPORTATION COST (A1 line 1,2, 4,5 & 6)	343,928	247,843	(96,085)	-0.38766	343,928	247,843	(96,085)	-0.38766
3 TOTAL	798,899	727,791	(71,108)	-0.0977	798,899	727,791	(71,108)	-0.097704
4 FUEL REVENUES (NET OF REVENUE TAX)	474 876,136	713,343	(162,793)	-0.22821	876,136	713,343	(162,793)	-0.228212
5 TRUE-UP (COLLECTED) OR REFUNDED	22,454	22,454	0	0	22,454	22,454	0	0
6 FUEL REVENUE APPLICABLE TO PERIOD * (LINE 4 (+ or -) LINE 5)	898,590	735,797	(162,793)	-0.22125	898,590	735,797	(162,793)	-0.221248
7 TRUE-UP PROVISION - THIS PERIOD (LINE 6 - LINE 3)	99,691	8,000	(91,691)	-11.4527	99,691	8,000	(91,691)	-11.45268
8 INTEREST PROVISION-THIS PERIOD (21)	567	2,762	2,196	0.794875	567	2,762	0	0
9 BEGINNING OF PERIOD TRUE-UP AND INTEREST	86,145	615,457	529,312	0.860031	86,145	615,457	0	0
9a PGA AUDIT ADJ (Detail with 12/84)	0	0			0	0		
10 TRUE-UP COLLECTED OR (REFUNDED) (REVERSE OF LINE 5)	(22,454)	(22,454)	0	0	(22,454)	(22,454)	0	0
10a FLEX RATE REFUND (if applicable)	0	0	0	0	0	0	0	0
11 TOTAL ESTIMATED/ACTUAL TRUE-UP (7+8+9+10+10a)	163,949	603,771	439,822	0.728459	163,949	603,771	439,822	0.728459
<b>INTEREST PROVISION</b>								
12 BEGINNING TRUE-UP AND INTEREST PROVISION (9)	86,145	615,457	529,312	0.860031				
13 ENDING TRUE-UP BEFORE INTEREST (12+7-5)	163,382	601,009	437,627	0.728153				
14 TOTAL (12+13)	249,527	1,216,466	966,939	0.794875				
15 AVERAGE (50% OF 14)	124,764	608,233	483,469	0.794875				
16 INTEREST RATE - FIRST DAY OF MONTH	0.05500	0.05500	0	0				
17 INTEREST RATE - FIRST DAY OF SUBSEQUENT MONTH	0.05400	0.05400	0	0				
18 TOTAL (16+17)	0.10900	0.10900	0	0				
19 AVERAGE (50% OF 18)	0.05450	0.05450	0	0				
20 MONTHLY AVERAGE (19/12 Months)	0.00454	0.00454	0	0				
21 INTEREST PROVISION (15x20)	567	2762	2195.757	0.794875				

If line 5 is a refund add to line 4  
If line 5 is a collection (-) subtract from line 4



100

FOR THE PERIOD OF:

APRIL 98

Through

MARCH 97

	CURRENT MONTH: MAY 1988				PERIOD TO DATE			
	ACTUAL	ORIGINAL ESTIMATE	DIFFERENCE		ACTUAL	ORIGINAL ESTIMATE	DIFFERENCE	
			AMOUNT	%			AMOUNT	%
<b>TRUE-UP CALCULATION</b>								
1 PURCHASED GAS COST	393,466	417,234	23,768	0.056965	848,437	897,182	48,745	0.0543312
2 TRANSPORTATION COST (A1 line 1,2, 4,5 & 6)	200,064	190,277	(9,777)	-0.05139	543,982	438,120	(105,862)	-0.241628
3 TOTAL	593,521	607,511	13,990	0.023029	1,392,419	1,335,302	(57,117)	-0.042775
4 FUEL REVENUES (NET OF REVENUE TAX)	528,282	637,610	79,223	0.130415	1,404,418	1,320,853	(83,565)	-0.063266
5 TRUE-UP (COLLECTED) OR REFUNDED	22,454	22,454	0	0	44,907	44,907	0	0
6 FUEL REVENUE APPLICABLE TO PERIOD * (LINE 4 (+ or -) LINE 5)	550,735	629,964	79,228	0.125766	1,449,325	1,365,760	(83,565)	-0.061186
7 TRUE-UP PROVISION - THIS PERIOD (LINE 6 - LINE 3)	(42,785)	22,453	65,238	2.905591	56,908	30,458	(26,448)	-0.868339
8 INTEREST PROVISION-THIS PERIOD (21)	591	2,717	2,126	0.782484	1,158	5,479	0	0
9 BEGINNING OF PERIOD TRUE-UP AND INTEREST	163,949	603,771	439,822	0.728458	86,145	615,457	0	0
9a PGA AUDIT ADJ (Detail with 12/94)	0	0	0	0	0	0	0	0
10 TRUE-UP COLLECTED OR (REFUNDED) (REVERSE OF LINE 5)	(22,454)	(22,454)	0	0	(44,907)	(44,907)	0	0
10a FLEX RATE REFUND (if applicable)	0	0	0	0	0	0	0	0
11 TOTAL ESTIMATED/ACTUAL TRUE-UP (7 + 8 + 9 + 10 + 10a)	99,301	606,487	507,186	0.836268	99,302	606,487	507,185	0.8362669
<b>INTEREST PROVISION</b>								
12 BEGINNING TRUE-UP AND INTEREST PROVISION (9)	163,949	603,771	439,822	0.728458	If line 5 is a refund add to line 4 If line 5 is a collection ( ) subtract from line 4			
13 ENDING TRUE-UP BEFORE INTEREST (12 + 7-5)	98,710	603,770	505,060	0.83651				
14 TOTAL (12 + 13)	262,659	1,207,541	944,882	0.782484				
15 AVERAGE (50% OF 14)	131,330	603,771	472,441	0.782484				
16 INTEREST RATE - FIRST DAY OF MONTH	0.05400	0.05400	0	0				
17 INTEREST RATE - FIRST DAY OF SUBSEQUENT MONTH	0.05400	0.05400	0	0				
18 TOTAL (16 + 17)	0.10800	0.10800	0	0				
19 AVERAGE (50% OF 18)	0.05400	0.05400	0	0				
20 MONTHLY AVERAGE (19/12 Months)	0.00450	0.00450	0	0				
21 INTEREST PROVISION (15x20)	591	2717	2125.984	0.782484				

FOR THE PERIOD OF:

APRIL 98

Through

MARCH 97

REVISED

	CURRENT MONTH: JUNE 1998				PERIOD TO DATE			
	ACTUAL	ORIGINAL ESTIMATE	DIFFERENCE		ACTUAL	ORIGINAL ESTIMATE	DIFFERENCE	
			AMOUNT	%			AMOUNT	%
<b>TRUE-UP CALCULATION</b>								
1 PURCHASED GAS COST	366,834	397,328	41,494	0.104433	1,204,271	1,294,510	90,239.04	0.069709
2 TRANSPORTATION COST (A1 line 1,2, 4,5 & 6)	176,566	180,293	4,737	0.026276	719,538	618,413	(101,126)	-0.163523
3 TOTAL	531,390	577,621	46,231	0.080037	1,923,809	1,912,923	(10,886)	-0.005691
4 FUEL REVENUES (NET OF REVENUE TAX)	464,298	577,620	123,334	0.213621	1,858,704	1,898,473	39,769	0.020948
5 TRUE-UP (COLLECTED) OR REFUNDED	22,454	22,454	0	0	67,361	67,361	0	0
6 FUEL REVENUE APPLICABLE TO PERIOD * (LINE 4 (+ or -) LINE 5)	476,739	600,074	123,334	0.205632	1,926,065	1,965,834	39,769	0.0202302
7 TRUE-UP PROVISION - THIS PERIOD (LINE 6 - LINE 3)	(54,850)	22,453	77,103	3.434029	2,256	52,911	50,655	0.9573635
8 INTEREST PROVISION-THIS PERIOD (21)	276	2,780	2,483	0.899834	1,434	9,239	0	0
9 BEGINNING OF PERIOD TRUE-UP AND INTEREST	99,301	606,487	507,186	0.836269	86,145	615,457		0
9a PGA AUDIT ADJ (Detail with 12/94)	0	0			0	0		
10 TRUE-UP COLLECTED OR (REFUNDED) (REVERSE OF LINE 5)	(22,454)	(22,454)	0	0	(67,361)	(67,361)	0	0
10a FLEX RATE REFUND (if applicable)	0	0	0	0	0	0	0	0
11 TOTAL ESTIMATED/ACTUAL TRUE-UP (7 + 8 + 9 + 10 + 10a)	22,474	609,246	586,772	0.963112	22,475	609,246	586,771	0.9631108
<b>INTEREST PROVISION:</b>								
12 BEGINNING TRUE-UP AND INTEREST PROVISION (9)	99,301	606,487	507,186	0.836269				
13 ENDING TRUE-UP BEFORE INTEREST (12 + 7-5)	22,197	606,486	584,289	0.9634				
14 TOTAL (12 + 13)	121,498	1,212,973	1,091,475	0.899834				
15 AVERAGE (50% OF 14)	60,749	606,487	545,737	0.899834				
16 INTEREST RATE - FIRST DAY OF MONTH	0.05400	0.05400	0	0				
17 INTEREST RATE - FIRST DAY OF SUBSEQUENT MONTH	0.05520	0.05520	0	0				
18 TOTAL (16 + 17)	0.10920	0.10920	0	0				
19 AVERAGE (50% OF 18)	0.05460	0.05460	0	0				
20 MONTHLY AVERAGE (19/12 Months)	0.00455	0.00455	0	0				
21 INTEREST PROVISION (15x20)	276	2780	2483.105	0.899834				

If line 5 is a refund add to line 4  
If line 5 is a collection [ ] subtract from line 4

JUL 29 1996



FOR THE PERIOD OF:

APRIL 98

Through

MARCH 97

REVISED ~~1/2/98~~

(REVISED 6/06/94)

CURRENT MONTH: JULY 1998

PERIOD TO DATE

	CURRENT MONTH: JULY 1998				PERIOD TO DATE				
	ACTUAL	ORIGINAL ESTIMATE	DIFFERENCE		ACTUAL	ORIGINAL ESTIMATE	DIFFERENCE		
			AMOUNT	%			AMOUNT	%	
<b>TRUE-UP CALCULATION</b>									
1 PURCHASED GAS COST	388,369	397,857	9,488	0.023847	1,592,340	1,992,367	99726.58	0.0589273	
2 TRANSPORTATION COST (A1 line 1,2, 4,5 & 6)	145,955	189,812	43,858	0.231058	865,493	808,226	(57,268)	-0.070856	
3 TOTAL	534,324	587,669	53,345	0.090774	2,458,133	2,500,592	42,459	0.0169796	
4 FUEL REVENUE: (NET OF REVENUE TAX)	41- 535,872	587,669	51,997	0.08848	2,394,378	2,486,142	91,766	0.036911	
5 TRUE-UP (COLLECTED) OR REFUNDED	22,454	22,454	0	0	89,814	89,814	0	0	
6 FUEL REVENUE APPLICABLE TO PERIOD * (LINE 4 (+ or -) LINE 5)	558,126	610,123	51,997	0.085224	2,484,190	2,575,956	91,766	0.035624	
7 TRUE-UP PROVISION - THIS PERIOD (LINE 6 - LINE 3)	23,802	22,454	(1,348)	-0.06004	26,057	75,364	49,307	0.6542463	
8 INTEREST PROVISION-THIS PERIOD (21)	106	2,785	2,679	0.982005	1,540	11,024	0	0	
9 BEGINNING OF PERIOD TRUE-UP AND INTEREST	22,474	609,246	586,772	0.963112	80,145	615,457	0	0	
9a PGA AUDIT ADJ (Detail with 12/94)	0	0	0	0	0	0	0	0	
10 TRUE-UP COLLECTED OR (REFUNDED) (REVERSE OF LINE 5)	(22,454)	(22,454)	0	0	(89,814)	(89,814)	0	0	
10a FLEX RATE REFUND (if applicable)	0	0	0	0	0	0	0	0	
11 TOTAL ESTIMATED/ACTUAL TRUE-UP (7+8+9+10+10a)	23,928	612,031	588,103	0.960904	23,928	612,031	588,103	0.960904	

**INTEREST PROVISION**

12 BEGINNING TRUE-UP AND INTEREST PROVISION (9)	22,474	609,246	586,772	0.963112
13 ENDING TRUE-UP BEFORE INTEREST (12+7-5)	23,822	609,246	585,424	0.960899
14 TOTAL (12+13)	46,296	1,218,492	1,172,196	0.962005
15 AVERAGE (50% OF 14)	23,148	609,246	586,098	0.962005
16 INTEREST RATE - FIRST DAY OF MONTH	0.06520	0.06520	0	0
17 INTEREST RATE - FIRST DAY OF SUBSEQUENT MONTH	0.06450	0.05450	0	0
18 TOTAL (16+17)	0.10970	0.10970	0	0
19 AVERAGE (50% OF 18)	0.05485	0.05485	0	0
20 MONTHLY AVERAGE (19/12 Months)	0.00457	0.00457	0	0
21 INTEREST PROVISION (15x20)	106	2785	2678.958	0.962005

If line 5 is a refund add to line 4

If line 5 is a collection (-) subtract from line 4

PBC

EMISE  
9/20/92

FOR THE PERIOD OF:

APRIL 96

Through

MARCH 97

REVISED

	CURRENT MONTH: AUGUST 1998				PERIOD TO DATE			
	ACTUAL	ORIGINAL ESTIMATE	DIFFERENCE		ACTUAL	ORIGINAL ESTIMATE	DIFFERENCE	
			AMOUNT	%			AMOUNT	%
<b>TRUE-UP CALCULATION</b>								
1 PURCHASED GAS COST	370,777	377,955	7,178	0.018993	1,993,417	2,070,322	109,905.33	0.0516371
2 TRANSPORTATION COST (A1 line 1,2, 4,5 & 6)	162,965	189,830	26,865	0.141522	1,028,458	998,055	(30,403)	-0.030462
3 TOTAL	533,742	567,785	34,044	0.069958	2,991,875	3,068,377	76,503	0.0249328
4 FUEL REVENUES (NET OF REVENUE TAX)	441 531,117	567,788	36,669	0.064583	2,925,463	3,053,928	128,435	0.0420557
5 TRUE-UP (COLLECTED) OR REFUNDED	22,454	22,454	0	0	112,268	112,268	0	0
6 FUEL REVENUE APPLICABLE TO PERIOD * (LINE 4 (+ or -) LINE 5)	553,570	590,240	36,669	0.062128	3,037,761	3,166,186	128,435	0.0405645
7 TRUE-UP PROVISION - THIS PERIOD (LINE 6 - LINE 3)	19,829	22,455	2,626	0.116933	45,886	97,819	51,933	0.5309064
8 INTEREST PROVISION-THIS PERIOD (21)	102	2,787	2,685	0.963048	1,642	13,791	0	0
9 BEGINNING OF PERIOD TRUE-UP AND INTEREST	23,928	612,031	588,103	0.960904	96,145	615,457	0	0
9a PGA AUDIT ADJ (Detail with 12/94)	0	0	0	0	0	0	0	0
10 TRUE-UP COLLECTED OR (REFUNDED) (REVERSE OF LINE 5)	(22,454)	(22,454)	0	0	(112,268)	(112,268)	0	0
10a FLEX RATE REFUND (if applicable)	0	0	0	0	0	0	0	0
11 TOTAL ESTIMATED/ACTUAL TRUE-UP (7 + 8 + 9 + 10 + 10a)	21,408	614,799	593,393	0.965183	21,408	614,799	593,393	0.9651828
<b>INTEREST PROVISION</b>								
12 BEGINNING TRUE-UP AND INTEREST PROVISION (9)	23,928	612,031	588,103	0.960904	If line 5 is a refund add to line 4 If line 5 is a collection ( ) subtract from line 4			
13 ENDING TRUE-UP BEFORE INTEREST (12 + 7.6)	21,303	612,032	590,729	0.965192				
14 TOTAL (12 + 13)	45,231	1,224,063	1,178,832	0.963048				
15 AVERAGE (50% OF 14)	22,616	612,032	589,416	0.963048				
16 INTEREST RATE - FIRST DAY OF MONTH	0.05450	0.05450	0	0				
17 INTEREST RATE - FIRST DAY OF SUBSEQUENT MONTH	0.05400	0.05400	0	0				
18 TOTAL (16 + 17)	0.10850	0.10850	0	0				
19 AVERAGE (50% OF 18)	0.05425	0.05425	0	0				
20 MONTHLY AVERAGE (19/12 Months)	0.00452	0.00452	0	0				
21 INTEREST PROVISION (15x20)	102	2787	2684.851	0.963048				





CALCULATION OF TRUE-UP AND INTEREST PROVISION

FOR THE PERIOD OF:

APRIL 96 Through MARCH 97

	CURRENT MONTH: APRIL 1996				PERIOD TO DATE			
	ACTUAL	REVISED ESTIMATE	DIFFERENCE		ACTUAL	REVISED ESTIMATE	DIFFERENCE	
			AMOUNT	%			AMOUNT	%
<b>TRUE-UP CALCULATION</b>								
1 PURCHASED GAS COST	314,909	593,061	288,152	0.459904	2,278,328	2,063,383	375,067.25	0.1413508
2 TRANSPORTATION COST (A1 line 1,2, 4,5 & 6)	288,329	190,170	(98,159)	-0.51616	1,316,787	1,188,225	(128,562)	-0.108197
3 TOTAL	603,278	773,231	169,993	0.218848	3,595,113	3,841,608	246,495	0.0641648
4 FUEL REVENUES (NET OF REVENUE TAX)	573,142	650,508	83,426	0.127064	3,498,635	3,710,496	211,861	0.0570978
5 TRUE-UP (COLLECTED) OR REFUNDED	22,454	22,454	0	0	134,721	134,721	0	0
6 FUEL REVENUE APPLICABLE TO PERIOD (LINE 4 (+ or -) LINE 5)	595,595	679,022	83,426	0.122862	3,633,356	3,845,217	211,861	0.0550973
7 TRUE-UP PROVISION - THIS PERIOD (LINE 6 - LINE 3)	(7,642)	(94,209)	(86,567)	0.918881	38,244	3,609	(34,634)	-9.595358
8 INTEREST PROVISION-THIS PERIOD (21)	29	2,513	2,485	0.988574	1,671	16,304	0	0
9 BEGINNING OF PERIOD TRUE-UP AND INTEREST	21,400	614,799	593,393	0.965182	68,145	615,457	0	0
9a PGA AUDIT ADJ (Detail with 12/94)	0	0	0	0	0	0	0	0
10 TRUE-UP COLLECTED OR (REFUNDED) (REVERSE OF LINE 5)	(22,454)	(22,454)	0	0	(134,721)	(134,721)	0	0
10a FLEX RATE REFUND (if applicable)	0	0	0	0	0	0	0	0
11 TOTAL ESTIMATED/ACTUAL TRUE-UP (7+8+9+10+10a)	(8,661)	500,649	509,310	1.0173	(8,661)	500,649	509,310	1.0172996
<b>INTEREST PROVISION</b>								
12 BEGINNING TRUE-UP AND INTEREST PROVISION (9)	21,400	614,799	593,393	0.965182				
13 ENDING TRUE-UP BEFORE INTEREST (12+7-5)	(8,690)	498,136	506,826	1.017445				
14 TOTAL (12+13)	12,710	1,112,935	1,100,219	0.988574				
15 AVERAGE (50% OF 14)	6,355	556,468	550,109	0.988574				
16 INTEREST RATE - FIRST DAY OF MONTH	0.05400	0.05400	0	0				
17 INTEREST RATE - FIRST DAY OF SUBSEQUENT MONTH	0.05440	0.05440	0	0				
18 TOTAL (16+17)	0.10840	0.10840	0	0				
19 AVERAGE (50% OF 18)	0.05420	0.05420	0	0				
20 MONTHLY AVERAGE (19/12 Months)	0.00452	0.00452	0	0				
21 INTEREST PROVISION (15x20)	29	2513	2484.661	0.988574				

If line 5 is a refund add to line 4  
If line 5 is a collection ( ) subtract from line 4



State of Florida

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



DIVISION OF RECORDS &  
REPORTING  
BLANCA S. BAYO  
DIRECTOR  
(904) 413-6770

**Public Service Commission**

December 17, 1996

Mr. Jeff Householder  
West Florida Natural Gas Company  
301 Maple Avenue  
Panama City, Florida 32402-1460

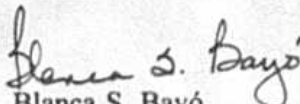
RE: Docket No. 960003-GU -- West Florida Natural Gas Company  
PGA Audit Report - Period September 30, 1996  
Audit Control # 95-151-1-2

Dear Mr. Householder:

The enclosed audit report is forwarded for your review. Any company response filed with this office within ten (10) work days of the above date will be forwarded for consideration by the staff analyst in the preparation of a recommendation for this case.

Thank you for your cooperation.

Sincerely,

  
Blanca S. Bayo

BSB/cls  
Enclosure  
cc: Public Counsel  
Messer Law Firm