LAW OFFICES

### MESSER, CAPARELLO, METZ. MAIDA & SELF A PROFESSIONAL ASSOCIATION

ES SOUTH MONROE STREET SUITE TO POST DEFICE BUY 1816 TALLAHASSEE, FLORIDA 32302-1870. TELEPHONE 904 222 0720 TELECOPIENS 1904: 224 4359 (904) 425 (947

January 27, 1997

BY HAND DELIVERY

Ms. Blanca Bayo, Director Division of Records and Reporting Room 110, Easley Building Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, Florida 32399-0850

> Docket No. 970003-GU; South Florida Natural Gas Company Re:

Dear Ms. Bayo:

Enclosed for filing on behalf of South Florida Natural Gas Company in connection with the hearings to begin February 19, 1997 in this docket are an original and 15 copies of the Prehearing Statement. Also enclosed is a diskette with the document on it in WordPerfect 6.1 format.

Please indicate receipt of this document by stamping the enclosed extra copy of this letter.

Thank you for your assistance in this matter.

ACK \_\_

NHH:amb CAF \_ Enclosures

CMU \_\_

Mr. L. Defrain Ms. Anne V. Wood

CIR Mr. J. Peter Martin Parties of Record

OPC RCH -

SEC 1

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#### BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION



In re:	Purchased Gas Adjustment	)
	(PGA) True-up	)
		1

Docket No. 970003-GU Filed: January 27, 1997

#### PREHEARING STATEMENT OF SOUTH FLORIDA NATURAL GAS CO.

South Florida Natural Gas Co. ("SFNG") submits this Prehearing Statement for the hearing scheduled in February, 1997.

#### a) WITNESSES:

Witness		Subject Matter	Issues	
1.	L. Defrain	Purchased Gas Adjustment	1, 2,	
	(SFNG)	Factor, True-up, and Projections	3, 4	

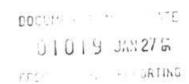
#### b) <u>EXHIBITS</u>:

Exhibit Number	Witness	Description
LD-1 (Composite)	Defrain	April 1995 - March 1996 True- Up, Schedules A-1 through A-7
LD-1 (Composite)	Defrain	April 1997 - March 1998 PGA Factor, Schedules E-1 through E-5

## c) STATEMENT OF BASIC POSITION

### SFNG'S STATEMENT OF BASIC POSITION:

The appropriate over (under) recovery amounts and purchased gas adjustment factor are as shown in the Company's positions on Issues 1 - 4.



PREHEARING STATEMENT OF SOUTH FLORIDA NATURAL GAS CO. Page 2

d) STATEMENT OF ISSUES AND POSITIONS: (Questions of Fact)

Issue 1: What is the appropriate final purchased gas adjustment true-up amount for

the period April, 1995 through March, 1996?

SFNG'S Position: \$9,577 underrecovery. (Defrain)

Issue 2: What is the estimated purchased gas adjustment true-up amount for the

period April, 1996 through March, 1997?

SFNG's Position: \$75,329 underrecovery. (Defrain)

Issue 3: What is the total purchased gas adjustment true-up amount to be collected in

the April, 1997 through March, 1998 period?

SFNG's Position: \$84,906 underrecovery. (Defrain)

Issue 4: What is the appropriate levelized purchased gas cost recovery (cap) factor to

be charged during the period April, 1997 through March, 1998?

SFNG's Position: 43.569 cents per therm. (Defrain)

e) OUESTIONS OF LAW:

None.

f) POLICY QUESTIONS:

None.

g) STIPULATED ISSUES:

None.

h) MOTIONS

None.

i) OTHER MATTERS:

None.

# PREHEARING STATEMENT OF SOUTH FLORIDA NATURAL GAS CO. Page 3 $\,$

Dated this 27th day of January, 1997.

Respectfully submitted, MESSER, CAPARELLO & SELF, P.A. Post Office Box 1876 Tallahassee, Florida 32302-1876

Norman H. Horton, Jr.

Attorney for South Florida Natural Gas Co.

#### CERTIFICATE OF SERVICE

I HEREBY CERTIFY that true and correct copies of South Florida Natural Gas Co.'s Prehearing Statement in Docket No. 970003-GU have been served by hand delivery (\*) and/or U. S. Mail this 27th day of January, 1997 upon the following:

Cochran Keating, Esq.\*
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Florida Public Service Commission
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NORMAN H. HORTON, JR.