

Law Offices

HOLLAND & KNIGHT

A Registered Limited Liability Partnership

315 South Calhoun Street
Suite 600
P.O. Drawer 810 (ZIP 32302-0810)
Tallahassee, Florida 32301
904-224-7000
FAX 904-224-8832

ORIGINAL
FILE COPY

Atlanta	Orlando
Boca Raton	St. Petersburg
Fort Lauderdale	Tallahassee
Jacksonville	Tampa
Lakeland	Washington, D.C.
Miami	West Palm Beach

January 29, 1997

KAREN D. WALKER
904-425-5612

Internet Address:
kwalker@hklaw.com

Ms. Blanca S. Bayo, Director
Division of Records and Reporting
Florida Public Service Commission
2540 Shumard Oak Boulevard
Betty Easley Conference Center, Room 110
Tallahassee, FL 32399-0850

Via Hand Delivery

970115-GU

Re: St. Joe Natural Gas Company, Inc.'s Petition for Limited Proceeding to Restructure Rates

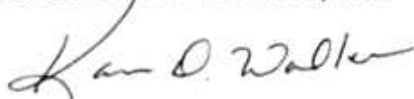
Dear Ms. Bayo:

Enclosed for filing in the docket referenced above is the original and 15 copies of Exhibit B to St. Joe Natural Gas Company, Inc.'s Petition for Limited Proceeding to Restructure Rates (the "Petition"). This exhibit was inadvertently omitted from the Petition when it was filed on January 27, 1997. Please ensure that a copy of Exhibit "B" is attached to each copy of the Petition that was filed on that date. For our record keeping, please acknowledge your receipt of this filing on the enclosed copy of this letter.

Thank you for your consideration in this matter.

Sincerely,

HOLLAND & KNIGHT, LLP


Karen D. Walker

Enclosure
KDW/sms
cc: Mr. Stuart Shoaf (w/enclosure)
TAL-100582

DOCUMENT NUMBER-DATE

04101 JAN 29 97

FPSC-REG. DIVISION

ACK _____
 AFA 1
 APP _____
 CAT _____
 CND _____
 CVL _____
 E 1
 L _____
 M _____
 N _____
 O _____
 P _____
 R _____
 S _____
 T _____
 WTS _____
 Y _____

Schedule for Phasing In Restructured Rates

<u>Customer Charges</u>	<u>Residential</u>	<u>Commercial</u>	<u>Commercial Large Volume</u>	<u>Interruptible</u>
Current Charges	\$3.00	\$ 5.00	\$20.00	\$1,000.00
Beginning of Year 1*	\$4.00	\$ 7.33	\$25.00	\$1,000.00
Beginning of Year 2	\$5.00	\$ 9.67	\$30.00	\$1,000.00
Beginning of Year 3	\$6.00	\$12.00	\$35.00	\$1,000.00
 <u>Non-Gas Charges (cents per therm)</u>				
Current Charges	0.0197	0.0236	0.0449	0.0485
Beginning of Year 1	8.0618	9.9744	3.3846	1.3890
Beginning of Year 2	16.1039	19.9252	6.7243	2.7295
Beginning of Year 3	24.1460	29.8760	10.0640	4.0700

* Year 1 will begin 30 days after the Commission approves SJNG's restructured rates. Year 2 will begin 12 months after Year 1 begins. Year 3 will begin 12 months after Year 2 begins.