

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Purchased Gas : Docket No. 990003-GU
Adjustment (PGA) True-Up : Submitted for Filing:
_____ : 05-06-99

DIRECT TESTIMONY OF W. EDWARD ELLIOTT
On Behalf of Peoples Gas System
-Revised-

1 Q. Please state your name and business address.

2 A. My name is W. Edward Elliott. My business address
3 is 702 N. Franklin Street, Tampa, Florida 33602.

4 Q. By whom are you employed and in what capacity?

5 A. I am Manager of Gas Accounting for Peoples Gas
6 System ("Peoples").

7 Q. Please summarize your educational background and
8 professional qualifications.

9 A. I graduated from the University of South Florida in
10 1972 with the degree of Bachelor of Arts in
11 Accounting. I have over 11 years of experience in
12 the utility field.

13 Q. What are your primary responsibilities in your
14 present position with Peoples?

15 A. As Manager of Gas Accounting, I am responsible for
16 recording the Company's cost of gas.

17 Q. Have you previously prepared testimony in
18 regulatory proceedings?

19 A. I have filed prepared direct testimony in previous
20 Purchased Gas Adjustment proceedings.

21 Q. Have you prepared or caused to be prepared certain
22 schedules for use in this proceeding?

23 A. Yes. As Composite Exhibit EE-1, I sponsored the
24 preparation of the following schedules with respect
25 to the final true-up for the period April 1998

1 through December 1998:

2 A-1 -- Comparison of actual versus original
3 estimate of the purchased gas adjustment cost
4 recovery factor;

5 A-1 Supporting Detail -- Purchased gas
6 adjustment cost recovery clause calculation;

7 A-2 -- Calculation of true-up and interest
8 provision;

9 A-3 -- Transportation purchases - system
10 supply and end use;

11 A-4 -- Transportation system supply;

12 A-5 -- Therm sales and customer data;

13 A-6 -- Conversion factor calculation; and

14 A-7 -- Final fuel over/(under) recovery. The
15 referenced schedules comprising Composite Exhibit
16 EE-1 include data for Peoples' entire system,
17 including divisions under the former West Florida
18 Natural Gas Co.

19 Q. What was Peoples' cost of gas to be recovered
20 through the PGA clause for the period April 1998
21 through December 1998?

22 A. As shown on Schedule A-7, p.8 of 64 in EE-1, the
23 cost of gas purchased, adjusted for company use,
24 was \$68,944,921.

25 Q. What was the amount of gas revenue collected for

1 the period April 1998 through December 1998?

2 A. The amount of gas revenue collected to cover the
3 cost of gas was \$71,938,553.

4 Q. What was the final true-up amount for the period
5 April 1998 through December 1998?

6 A. The final true-up amount for the period, including
7 interest and including adjustments of \$154,360, is
8 an overrecovery of \$3,282,187.

9 Q. Is this amount net of the estimated true-up for the
10 period April 1998 through December 1998, which was
11 included in the January 1999 through December 1999
12 PGA factor calculation?

13 A. No. The final true-up net of the estimated true-up
14 for the period April 1998 through December 1998 is
15 an overrecovery of \$4,088,862.

16 Q. Is this the final overrecovery amount to be
17 included in the January 2000 through December 2000
18 projection?

19 A. Yes.

20 Q. Does this conclude your testimony?

21 A. Yes.

FOR THE PERIOD: APRIL 98 THROUGH DECEMBER 98

--Revised--

1 TOTAL ACTUAL FUEL COST FOR THE PERIOD	A-2 Line 3, Period To Date Dec.'98	\$68,944,921
2 TOTAL ACTUAL FUEL REVENUES FOR THE PERIOD	A-2 Line 6, Period To Date Dec.'98	\$71,938,553
3 ACTUAL OVER/(UNDER) RECOVERY FOR THE PERIOD (2-1)		\$2,993,632
4 INTEREST PROVISION	A-2 Line 8, Period To Date Dec.'98	\$134,195
5 ACTUAL OVER/UNDER RECOVERY FOR THE PERIOD (3+4)		\$3,127,827
6 ADJUSTMENT	A-2 Line 10a and Line 11a, Period To Date Dec.'98	\$154,360
7 NET OVER/(UNDER) RECOVERY FOR THE 9 MONTH PERIOD ENDING DECEMBER 31, 1998 (5+6)		\$3,282,187
8 LESS: ESTIMATED OVER/(UNDER) RECOVERY FOR THE PERIOD APRIL 98 THROUGH DECEMBER 98 WHICH WAS INCLUDED IN THE CURRENT JANUARY 99 THROUGH DECEMBER 99 PERIOD	E-4 Line 4 Col. 4 Less Line 3a Col. 4	(806,675)
9 FINAL FUEL OVER/(UNDER) RECOVERY TO BE INCLUDED IN THE PROJECTED JANUARY 00 THROUGH DECEMBER 00 PERIOD (7-8)		\$4,088,862