



P O Box 3395
West Palm Beach, FL 33402-3395

July 2, 2002

Ms. Blanca S. Bayó, Director
Commission Clerk & Administrative Services
Florida Public Service Commission
2540 Shumard Oak Blvd
Tallahassee, FL 32399-0950

RE: DOCKET NO. 020003-GU, AUDIT CONTROL NO. 02-032-4-3, FINAL AUDIT
REPORT - Purchase Gas Cost Recovery True-Up for the Period January 2001
through December 2001

Dear Ms Bayó:

The following is our response to Audit Disclosure 2, of the above referenced audit report.
We are enclosing ten (10) copies.

AUDIT DISCLOSURE 2:
Company Response:

The January 2001, \$12,500 loan origination fee described in the audit report was reversed
in the March 2001 PGA Filing.

Attached are copies of pertinent documents which were included with the March 2001
filing:

- Schedule A-1 Supporting Detail, Page 4 of the filing. (See Line 37)
- Schedule A-1 Supporting Detail Supplement, Page 4A of the filing. (See Line 11)
- Copy of Original Invoice, Page 25 of the filing.

Sincerely,

A handwritten signature in black ink that reads "Cheryl Martin". The signature is written in a cursive, flowing style.

Cheryl Martin
Controller

Enclosures

CC: Division of Auditing and Safety
Welch, Kathy - FPSC, Miami
Norman H. Horton, Jr., Esq.; Messer, etc.
Wayne Makin (via FAX)
George Bachman (cover only, e-mail)
Chris Snyder (cover only, e-mail)
Marc Schneidermann (cover only, e-mail)
Jim Mesite (cover only)
SJ-445, 2001 True-Up & Audit

DOCUMENT NUMBER DATE
06908 JUL -5 02
FPSC-COMMISSION CLERK

COMPANY: FLORIDA PUBLIC UTILITIES COMPANY

**PURCHASED GAS ADJUSTMENT
COST RECOVERY CLAUSE CALCULATION
SCHEDULE A-1 SUPPORTING DETAIL**

FOR THE PERIOD OF: JANUARY 2001 THROUGH DECEMBER 2001
CURRENT MONTH: MARCH 2001

COMMODITY (Pipeline)	THERMS	INVOICE AMOUNT	COST PER THERM (\$ PER THERM)
1 Commodity Pipeline - Scheduled FTS - System Supply	4,272,290	16,332.01	0.382
2 No Notice Commodity Adjustment - System Supply	90,840	431.49	0.475
3 Commodity Pipeline - Scheduled FTS - End Users	0	0.00	0.000
4 Commodity Pipeline - Scheduled FTS - OSSS	248,500	1,180.38	0.475
5 Commodity Pipeline - Scheduled PTS - End Users	0	0.00	0.000
6 Commodity Pipeline - GRI Adjustment	0	0.00	0.000
7 Commodity Adjustments	0	0.00	0.000
8 TOTAL COMMODITY (Pipeline)	4,611,630	17,943.88	0.389
SWING SERVICE			
9 Swing Service - Scheduled	0	0.00	0.000
10 Alert Day Volumes - FGT	0	0.00	0.000
11 Alert Day Volumes - FGT	0	0.00	0.000
12 Operational Flow Order Volumes - FGT	0	0.00	0.000
13 Less Alert Day Volumes Direct Billed to Others	0	0.00	0.000
14 Other	0	0.00	0.000
15	0	0.00	0.000
16 TOTAL SWING SERVICE	0	0.00	0.000
COMMODITY OTHER			
17 Commodity Other - Scheduled FTS - System Supply	4,369,960	2,193,739.11	50.200
18 Commodity Other - Scheduled FTS - OSSS	248,500	127,557.89	51.331
19 Commodity Other - Schedule PTS / ITS	0	0.00	0.000
20 Imbalance Cashout - FGT	0	(44,597.19)	0.000
21 Imbalance Cashout - Other Shippers	0	0.00	0.000
22 Imbalance Cashout - Transporting Customers	0	0.00	0.000
23 Commodity Other - System Supply - June Adjustment	0	0.00	0.000
24 TOTAL COMMODITY (Other)	4,618,460	2,276,699.81	49.296
DEMAND			
25 Demand (Pipeline) Entitlement to System Supply	6,813,300	497,983.06	7.309
26 Demand (Pipeline) Entitlement to End-Users	0	0.00	0.000
27 Demand (Pipeline) Entitlement to OSSS	248,500	994.00	0.400
28 Other - GRI Adjustment	0	0.00	0.000
29 Other	0	0.00	0.000
30 Other	0	0.00	0.000
31 Other	0	0.00	0.000
32 TOTAL DEMAND	7,061,800	498,977.06	7.066
OTHER			
33 Legal/Administrative Fees	0	1,466.00	0.000
34 FGT Rate Case	0	0.00	0.000
35 Legal & Consulting Expenses	0	0.00	0.000
36 Travel Expenses	0	0.00	0.000
37 Loan Origination Fees	0	(12,500.00)	0.000
38 GRI Voluntary R&D	0	9,827.71	0.000
39 Other	0	0.00	0.000
40 TOTAL OTHER	0	(1,206.29)	0.000

COMPANY: FLORIDA PUBLIC UTILITIES COMPANY

PURCHASED GAS ADJUSTMENT
 COST RECOVERY CLAUSE CALCULATION
 SCHEDULE A-1 SUPPORTING DETAIL SUPPLEMENT

FOR THE PERIOD OF: JANUARY 2001 THROUGH DECEMBER 2001
 CURRENT MONTH: MARCH 2001

Line No.	Vendor	Invoice, Credit, Check, or Identifying Number	Filing Page Number(s)	Invoice Amount	Classification Breakdown					
					Commodity (Pipeline)	No Notice Service	Swing Service	Commodity (Other)	Demand	Other
1	FGT	40763	10-13	254,918.80	0.00	6,401.50	0.00	0.00	248,517.30	0.00
2	FGT	40753	14	250,459.76	0.00	0.00	0.00	0.00	250,459.76	0.00
3	FGT	40994	15-16	10,405.22	10,405.22	0.00	0.00	0.00	0.00	0.00
4	FGT	40985	17-18	7,107.17	7,107.17	0.00	0.00	0.00	0.00	0.00
5	FGT	40993	19	431.49	431.49	0.00	0.00	0.00	0.00	0.00
6	FGT	CK1000000696	20	(44,597.19)	0.00	0.00	0.00	(44,597.19)	0.00	0.00
7	GRI	JAN-01	21	5,677.24	0.00	0.00	0.00	0.00	0.00	5,677.24
8	GRI	FEB-01	22	4,150.47	0.00	0.00	0.00	0.00	0.00	4,150.47
9	BP ENERGY	7382	23	1,392,180.50	0.00	0.00	0.00	1,392,180.50	0.00	0.00
10	DUKE ENERGY	SR01030598	24	929,116.50	0.00	0.00	0.00	929,116.50	0.00	0.00
11	SUNTRUST	LOAN REVERSAL	25	(12,500.00)	0.00	0.00	0.00	0.00	0.00	(12,500.00)
12	LEGAL/ADMIN			1,466.00	0.00	0.00	0.00	0.00	0.00	1,466.00
13										
14										
15										
16										
17										
18										
19										
20										
21										
22										
23										
24										
25										
TOTAL				2,798,815.96	17,943.88	6,401.50	0.00	2,276,699.81	498,977.06	(1,206.29)

JAN. -22' 01 (MON) 16:33

SUNTRUST BANK SO. FL

TEL: 861 833 2090

SunTrust Bank, South Florida, N.A.
P.O.Box 406400
Fort Lauderdale, Florida 33340-6400

COMMERCIAL LOAN INVOICE

DATE	UNIT NO	OFFICE NO
01-22-2001	24110	13-1001

CUSTOMER NO	INVOICE NO
2634185038	

PAGE
1

FLORIDA PUBLIC UTILITIES CO.
401 South Dixie Highway
West Palm Beach, Florida 33401
Attention: Jack Brown

OBLIGATION NUMBER	EFFECTIVE DATE FROM	TO	PRINCIPAL	INTEREST FEE RATE	AMOUNT DUE	CHARGE TYPE
	01-22-01	09-30-01	\$5,000,000	0.25%	\$12,500.00	Loan Origination Doc Preparation
					\$12,500.00	TOTAL

SUNTRUST

COMMERCIAL LOAN INVOICE

FLORIDA PUBLIC UTILITIES CO. 401 SOUTH DIXIE HIGHWAY WEST PALM BEACH, FLORIDA 33401 ATTN: JACK BROWN	DATE	UNIT NO	OFFICE NO.	
	01-22-01	24110	13-10001	
	PRINCIPAL DUE			.00
	INTEREST DUE			.00
	FEES DUE			12,500.00
TOTAL AMOUNT DUE			12,500.00	

SUNTRUST BANK, SOUTH FLORIDA, N.A.
P.O. BOX 406400
FORT LAUDERDALE, FL 33340-6400

TO AVOID ADDITIONAL CHARGES PAYMENT MUST BE MADE BY
THE DUE DATE 01-25-01

A-T# 100.1840.8011 -PGA