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IN REPLY REFER TO

September 11, 2002

Ansley Watson, Jr.  
P.O. Box 1531  
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e-mail: [aw@macfar.com](mailto:aw@macfar.com)

VIA FEDERAL EXPRESS

Blanca S. Bayo, Director  
Division of Commission Clerk & Administrative Services  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, Florida 32399-0850

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Re: Docket No. 020384-GU -- Application for a rate increase by Tampa Electric Company d/b/a PEOPLES GAS SYSTEM

Dear Ms. Bayo:

Enclosed herewith for filing in the above docket on behalf of Peoples Gas System, please find 20 copies of REVISED Schedules C-20, C-21 and C-24 of the Minimum Filing Requirements filed by Peoples Gas System in the above docket on June 27, 2002. These schedules replace the same numbered schedules which were included in the Minimum Filing Requirements previously filed (pages 70, 71 and 74).

Please acknowledge your receipt and the date of filing of the items referenced above on the duplicate copy of this letter, and return the same to me in the enclosed preaddressed envelope.


Thank you for your assistance.

Sincerely,

  
ANSLEY WATSON, JR.

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Blanca S. Bayo, Director  
September 11, 2002  
Page 2

cc: Parties of Record  
Ms. Angela Llewellyn  
Matthew R. Costa, Esquire

FLORIDA PUBLIC SERVICE COMMISSION  
 COMPANY: PEOPLES GAS SYSTEM  
 DOCKET NO. 020384-GU

EXPLANATION: PROVIDE A RECONCILIATION BETWEEN THE TOTAL OPERATING  
 INCOME TAX PROVISION FOR THE HISTORIC BASE YEAR PERIOD AND THE  
 CURRENTLY PAYABLE INCOME TAXES ON OPERATING INCOME FOR THE  
 HISTORIC BASE YEAR.

TYPE OF DATA SHOWN:  
 HISTORIC BASE YEAR DATA: 12/31/01  
 WITNESS: B NARZISSENFELD

LINE NUMBER	DESCRIPTION	REFERENCE	TOTAL PER BOOKS	UTILITY ADJUSTMENTS	UTILITY ADJUSTED
1	CURRENT INCOME TAX EXPENSE	C-21	\$ 23,381,652	\$ 0	\$ 23,381,652
2	DEFERRED INCOME TAX EXPENSE	C-24	(9,126,095)	(0)	(9,126,095)
3	ITC REALIZED THIS YEAR			0	-
4	ITC AMORTIZATION	B-17	(43,387)	0	(43,387)
5					
6	TOTAL INCOME TAX EXPENSE		\$ <u>14,212,170</u>	\$ <u>(0)</u>	\$ <u>14,212,170</u>

FLORIDA PUBLIC SERVICE COMMISSION  
 COMPANY, PEOPLES GAS SYSTEM  
 DOCKET NO. 020384-GU

EXPLANATION: PROVIDE THE CALCULATION OF STATE AND FEDERAL INCOME TAXES  
 FOR THE HISTORIC BASE YEAR. PROVIDE DETAIL ON ADJUSTMENTS TO INCOME  
 TAXES AND INVESTMENT TAX CREDITS

TYPE OF DATA SHOWN:  
 HISTORIC BASE YEAR DATA: 12/31/01  
 WITNESS: B. NARZISSENFELD

LINE NUMBER	DESCRIPTION	AMOUNT	AMOUNT	DETAIL OF ADJUSTMENTS TO TAXABLE INCOME LINE 6	AMOUNT
1	NET UTILITY OPERATING INCOME		\$ 36,843,658	1 TAX DEPRECIATION / AMORTIZATION OVER BOOKS	(6,519,004)
2	ADD INCOME TAX ACCOUNTS		14,212,170	2 263A COST	1,400,000
3	LESS INTEREST CHARGES (FROM C-22)		14,298,392	3 ASSET GAIN/LOSS	-
4	TAXABLE INCOME PER BOOKS		36,757,436	4 BAD DEBTS	-
5	LESS: ITC AMORTIZATION		-	5 CAPITALIZATION OF ECA COSTS	9,305,209
6	ADJUSTMENTS TO TAXABLE INCOME (PROVIDE DETAIL)*		16,346,057	6 COST OF REMOVAL	(1,000,000)
7	TAXABLE INCOME		53,103,493	7 ENVIRONMENTAL COSTS	(500,000)
8	STATE TAXABLE INCOME		53,103,493	8 ACCRUED VACATION	87,000
9	INCOME TAX (5.5% OR APPLICABLE RATE OF LINE 8)	2,920,692		9 AMORTIZATION	225,000
10	EMERGENCY EXCISE			10 AMORTIZATION OF CAPITALIZED ECA COSTS	(3,500,000)
11	ADJUSTMENTS TO STATE TAXABLE INCOME (PROVIDE DETAIL)*	695,133		11 AMORTIZATION OF CAPITALIZED ENVIRONMENTAL	640,000
12	STATE TAX - CURRENT	3,615,825		12 COMPETITIVE RATE ADJUSTMENT	(1,520,693)
13	FEDERAL TAXABLE INCOME (LINE 9 - LINE 13 +/- LINE 14)		50,182,801	13 CONTRIBUTIONS IN AID OF CONSTRUCTION	1,300,000
14	FEDERAL INCOME TAX RATE (34% OR APPLICABLE RATE)		35%	14 DEFERRED COMPENSATION	(350,000)
15	FEDERAL INCOME TAX BEFORE CREDITS		17,563,980	15 INSURANCE RESERVES	(1,027,822)
16	ADJUSTMENTS TO FEDERAL TAXABLE INCOME (PROVIDE DETAIL)*		2,201,847	16 PENSION COSTS	(1,228,940)
17	PLUS ITC AMORTIZATION		(43,387)	17 POST RETIREMENT BENEFITS	786,807
18	FEDERAL TAX - CURRENT	\$ 19,722,440		18 SERP ACCRUAL ADJUSTMENT	(48,656)
19	SUMMARY			19 UNRECOVERED PURCH GAS COST	18,120,156
20				20 NONDEDUCTIBLE PORTION OF BUSINESS MEALS	175,000
21	FEDERAL TAX - CURRENT	19,722,440		21	
22	STATE TAX - CURRENT	3,615,825			
23	CURRENT YEAR DEFERRED TAX EXPENSE	(9,126,095)			
24	LESS: ITC REALIZED	-			
25	TOTAL CURRENT INCOME TAX EXPENSE	\$ 14,212,170			
26					
				TOTAL ADJUSTMENTS	\$ 16,346,057
				DETAIL OF ADJUSTMENTS TO STATE TAXABLE INCOME LINE 11	
				1 PRIOR YEAR INCOME TAX TRUE UP/MISC. ADJUSTMENTS	368,461
				2 STATE AUDIT PAYMENT - '88-'94	329,000
				3 RECLASS	(2,348)
				TOTAL ADJUSTMENTS	\$ 695,133
				DETAIL OF ADJUSTMENTS TO FEDERAL TAXABLE INCOME LINE 16	
				1 PRIOR YEAR INCOME TAX TRUE UP/MISC. ADJUSTMENTS	2,196,610
				2 RECLASS	5,237
				3	0
				TOTAL ADJUSTMENTS	\$ 2,201,847

SUPPORTING SCHEDULES B-17, C-1, C-20, C-22, C-23, C-24

FLORIDA PUBLIC SERVICE COMMISSION

EXPLANATION: PROVIDE THE CALCULATION OF TOTAL DEFERRED INCOME TAXES FOR THE HISTORIC BASE YEAR. PROVIDE DETAIL ON ITEMS RESULTING IN TAX DEFERRALS OTHER THAN ACCELERATED DEPRECIATION.

TYPE OF DATA SHOWN: HISTORIC BASE YEAR DATA: 12/31/01  
WATNESS: B. NARZISSENFELD

COMPANY: PEOPLES GAS SYSTEM

DOCKET NO.: 020384-GU

DEFERRED INCOME TAXES - YEAR ENDED 12/31/01

LINE NUMBER	DESCRIPTION	TOTAL PER BOOKS	UTILITY ADJUSTMENTS	UTILITY ADJUSTED
TIMING DIFFERENCES:				
1	TAX DEPRECIATION AND AMORTIZATION	\$33,591,000	\$0	\$33,591,000
2	BOOK DEPRECIATION AND AMORTIZATION	27,061,998	0	27,061,998
3	DIFFERENCE	(6,519,004)	0	(6,519,004)
4	OTHER TIMING DIFFERENCES (ITEMIZE):			
5	ORIGINATING			
6	263A COST	1,400,000	0	1,400,000
7	ASSET GAIN/LOSS	0	0	0
8	BAD DEBTS	0	0	0
9	CAPITALIZATION OF ECA COSTS	9,205,209	0	9,205,209
10	COST OF REMOVAL	(1,000,000)	0	(1,000,000)
11	ENVIRONMENTAL COSTS	(500,000)	0	(500,000)
12		9,205,209	0	9,205,209
13	REVERSING:			
14	263A COST	0	0	0
15	ACCRUED VACATION	87,000	0	87,000
16	AMORTIZATION	225,000	0	225,000
17	AMORTIZATION OF CAPITALIZED ECA COSTS	(9,500,000)	0	(9,500,000)
18	AMORTIZATION OF CAPITALIZED ENVIRONMENTAL	640,000	0	640,000
19	COMPETITIVE RATE ADJUSTMENT	(1,520,693)	0	(1,520,693)
20	CONTRIBUTIONS IN AID OF CONSTRUCTION	1,300,000	0	1,300,000
21	DEFERRED COMPENSATION	(350,000)	0	(350,000)
22	INSURANCE RESERVES	(1,027,822)	0	(1,027,822)
23	PENSION COSTS	(1,226,940)	0	(1,226,940)
24	POST RETIREMENT BENEFITS	796,807	0	796,807
25	SERP ACCRUAL ADJUSTMENT	(48,255)	0	(48,255)
26	UNRECOVERED PURCH GAS COST	18,120,156	0	18,120,156
27		13,484,852	0	13,484,852
28	TOTAL TIMING DIFFERENCES	16,171,057	0	16,171,057
29	STATE TAX RATE	5.50%	5.50%	5.50%
30	STATE DEFERRED TAXES (LINE 6 x LINE 7)	(889,408)	0	(889,408)
31	ORIGINATING TIMING DIFFERENCES FOR FEDERAL TAXES	2,538,464	0	2,538,464
32	FEDERAL TAX RATE	35.00%	35.00%	35.00%
33	ORIGINATING FEDERAL DEFERRED INCOME TAXES	(888,462)	0	(888,462)
34	REVERSING TIMING DIFFERENCES FOR FED. TAXES	12,743,185	0	12,743,185
35	FEDERAL TAX RATE	35.00%	35.00%	35.00%
36	REVERSING FEDERAL DEFERRED INCOME TAXES	(4,460,115)	0	(4,460,115)
37	FEDERAL DEFERRED TAXES (LINE 11 + LINE 14)	(5,349,577)	0	(5,349,577)
38	ADD STATE DEFERRED TAXES (LINE 8)	(889,408)	0	(889,408)
39	ADJUSTMENT	(2,898,110)	0	(2,898,110)
40	TOTAL DEFERRED TAX EXPENSE	(\$9,126,095)	\$0	(\$9,126,095)
41	ADJUSTMENTS - DETAILS:			
42	TRUE-UP PRIOR YEAR DEFERRED STATE TAXES	(\$364,473)	0	(\$364,473)
43	LYKES AUDIT PAYMENT	(\$329,000)	0	(\$329,000)
44	TRUE-UP PRIOR YEAR DEFERRED FEDERAL TAXES	(2,191,802)	0	(2,191,802)
	RECLASS	(2,835)	0	(2,835)
45		(2,898,110)	0	(2,898,110)

SUPPORTING SCHEDULES:

RECAP SCHEDULES, C-20