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September 27, 2002

# ORIGINAL

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OF COUNSEL ELIZABETH C. BOWMAN REX D. WARE

## **BY HAND DELIVERY**

Blanca Bayó Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399

Re: Docket 020003-GU

Dear Ms. Bayó:

GVP/jlm

Enclosures

cc: Certificate of Service

CAF

ECR GCL OPC MMS

SEC OTH Enclosed herewith for filing in the above referenced docket on behalf of NUI City Gas of Florida (City Gas) are the original and fifteen copies of City Gas' Petition for Approval of PGA Factor to be Applied for Service Rendered During the Period January 2003 Through December 2003 and attached testimony of Thomas Kaufmann.

Please acknowledge receipt and filing of the above by stamping the duplicate copy of this letter and returning it to me. If you have any questions concerning this filing, please contact Thomas Kaufmann at (908) 470-4772.

Thank you for your assistance in connection with this matter.

Very truly yours, ng Gary V. Perko

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### BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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In Re: Purchase Gas Adjustment (PGA) True-up Docket No. 020003-GU

Filed: September 27, 2002

## PETITION BY NUI CITY GAS COMPANY OF FLORIDA, FOR APPROVAL OF PGA FACTOR TO BE APPLIED FOR SERVICE RENDERED DURING THE PERIOD JANUARY 2003 THROUGH DECEMBER 2003

NUI Corporation's operating division NUI Utilities, Inc. d/b/a as City Gas Company of Florida ("City Gas or "the Company") submits this petition to the Commission for Approval of a Purchased Gas Adjustment ("PGA") factor to be applied for service to be rendered during the projected period of January 1, 2003 through December 31, 2003. In support thereof, City Gas says:

1. City Gas has calculated its total net true-up amount (including interest and applicable regulatory assessment fees) for the period January 2001 through December 2001 to be an over-recovery of \$1,370,047.

2. Schedule E-4 shows the projected true-up for the current period January 2002 through December 2002 is an under-recovery of \$739,924.

3. The total true-up as shown on Schedule E-4 is an over-recovery of \$630,123.

4. Estimated therm purchases for resale are 33,170,077.

5. Schedule E-4 presents a true-up recovery factor of (1.900) cents per therm to be applied during the projected period.

6. The total cost of gas for the projected for the period is \$25,263,982 as shown on Schedule E-1 line 11.

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7. The weighted average cost of gas (WACOG) for the projected period is 76.165 cents per therm as shown on Schedule E-1 line 40.

8. The (1.900) cents per therm true up factor decreases the WACOG during the projected period to 74.265 cents per therm (before the regulatory assessment fees) or 74.639 per therm after the regulatory assessment fees as shown on Schedule E-1 lines 42 and 44 respectively. In order to avoid large under-recovery in the winter season, City Gas has chosen to establish a maximum levelized purchased gas factor based on the Company's expected winter cost of gas. The levelized purchased gas factor based on the Company's expected winter cost of gas is 79.031 cents per therm before the regulatory assessment fees and 79.429 cents per therm after the regulatory assessment fees. This is the appropriate levelized gas cost factor (cap) for City Gas for the projected period.

9. City Gas' proposal filed herewith consists of Schedules E-1, E-1R, E-2,
E-3, E-4, E-5 and the prepared Direct Testimony of Thomas Kaufmann.

WHEREFORE, City Gas Company of Florida respectfully requests that the Commission enter its order approving the Company's proposed winter cost based levelized PGA true-up factor for the period January 2003 through December 2003 of 79.031 cents per therm (before the regulatory assessment fees) or 79.429 cents per therm after the regulatory assessment fees.

RESPECTFULLY SUBMITTED this 27th day of September, 2002

HOPPING GREEN SAMS & SMITH, P.A.

Βv Richard D. Melson

Gary V. Perko P.O. Box 6526 Tallahassee, FL 32314 (850) 222-7500

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#### CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the Petition for Approval of PGA Factor and Application for Bills to be Rendered During the Period January 2003 through December 2003 for NUI City Gas Company of Florida has been furnished by U.S. Mail to the following parties of record this 27<sup>th</sup> day of September, 2002:

James Beasley Lee Willis Ausley Law Firm P.O. Box 391 Tallahassee, FL 32302

Thomas A. Geoffrey Chesapeake Utilities Corporation P.O. Box 960 Winter Haven, FL 33882-0960

Gloria Lopez City Gas Company of Florida 955 East 25<sup>th</sup> Street Hialeah, FL 33013-3498

Thomas Kaufmann City Gas Company of Florida One Elizabethtown Plaza Union NJ 07083-1975

George Bachman Florida Public Utilities Company P.O. Box 3395 West Palm Beach, FL 33402-3395

Brian J. Powers Indiantown Gas Company P.O. Box 8 Indiantown, FL 34956-0008

Norman H. Horton, Jr. Messer Law Firm P.O. Box 1876 Tallahassee, FL 32302-1876

Robert Eyet NUI Energy, Inc. 550 Route 202-206 Bedminster, NJ 07921 Rob Vandiver Jack Shreve Office of Public Counsel c/o The Florida Legislature Tallahassee, FL 32399-1400

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Jerry Melendy Sebring Gas System, Inc. 3515 U.S. Highway 27 South Sebring, FL 33870-5452

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Stuart L. Shoaf St. Joe Natural Gas Company, Inc. P.O. Box 549 Port St. Joe, FL 32457-0549

Angela Llewellyn Peoples Gas System P.O. Box 2562 Tampa, FL 33601-2562

Wayne L. Schiefelbein, Esq. P.O. Box 15856 Tallahassee, FL 32317-5856

Katherine Echternacht, Esq. Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399