

STATE OF FLORIDA

COMMISSIONERS:
LILA A. JABER, CHAIRMAN
J. TERRY DEASON
BRAULIO L. BAEZ
MICHAEL A. PALECKI
RUDOLPH "RUDY" BRADLEY



DIVISION OF AUDITING & SAFETY
DANIEL M. HOPPE, DIRECTOR
(850) 413-6480

Public Service Commission

March 4, 2003

Ms. Gloria L. Lopez, Director
Regulatory & Business Affairs,
City Gas Company of Florida
955 East 25th Street
Hialeah, FL 33013

Re: **Docket No.:** 030003-GU; **Company Name:** City Gas Company of Florida; **Audit Purpose:** Purchased Gas Cost Recovery True-up for the period January 2002 through December 2002; **Audit Control No.:** 03-063-4-3

Dear Ms. Lopez:

The Florida Public Service Commission will conduct an audit of the Purchased Gas Cost Recovery True-up for the period January 2002 through December 2002, in accordance with Commission audit procedures. Access will be requested to documents and records of the utility and, if necessary, supporting records for affiliate company transactions that affect regulated operations. Staff auditors may also request to review the utility's external audit working papers for the most recent independent audit. Ms. Kathy Welch, the Miami district office supervisor, will coordinate this audit. Ms. Welch can be reached at (305) 470-5600. Questions regarding the audit or audit staff should be directed to the district supervisor or myself. My phone number is (850) 413-6487.

The Audit Access to Records rule for each industry states:

In those instances where the utility disagrees with the auditor's assessment of a reasonable response time to the audit request, the utility shall first attempt to discuss the disagreement with the auditor and reach an acceptable revised date. If agreement cannot be reached, the utility shall discuss the issue with successive levels of supervisors at the Commission until an agreement is reached.

DOCUMENT NO.
3-5-03
02208-03

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD • TALLAHASSEE, FL 32399-0850

An Affirmative Action/Equal Opportunity Employer

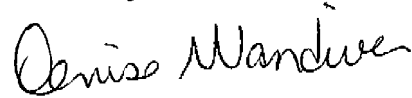
PSC Website: <http://www.floridapsc.com>

Internet E-mail: contact@psc.state.fl.us

Ms. Gloria L. Lopez
Page 2
March 4, 2003

A formal report is expected to be issued for internal Commission use on June 27, 2003. A copy of the final report will be mailed to the company liaison listed in the Commission Mailing Directory.

Sincerely,



Denise N. Vandiver, Chief
Bureau of Auditing

DNV/jcp

cc: Division of Auditing and Safety (Miami District Supervisor, File Folder)
Division of the Commission Clerk and Administrative Services (2)
General Counsel
Office of Public Counsel

Rosie Abreu
City Gas Company of Florida
955 East 25th Street
Hialeah, FL 33013

Mr. Richard Melson, Esq.
Hopping Law Firm
P. O. Box 6526
Tallahassee, FL 32314