

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Purchased Gas : Docket No. 040003-GU
Adjustment (PGA) True-Up : Submitted for Filing:
_____ : 05-03-04

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

DOCUMENT NUMBER-DATE

05019 APR 30 3

FPSC-COMMISSION CLERK

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 16 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 schedule with respect
25 to the final true-up for the period January 2003

1 through December 2003:
2 A-7 -- Final fuel over/(under) recovery.

3 Q. What was Peoples' cost of gas to be recovered
4 through the PGA clause for the period January 2003
5 through December 2003?

6 A. As shown on Schedule A-7 in EE-1, the cost of gas
7 purchased, adjusted for company use,
8 was \$216,314,224.

9 Q. What was the amount of gas revenue collected for
10 the period January 2003 through December 2003?

11 A. The amount of gas revenue collected to cover the
12 cost of gas was \$219,367,039.

13 Q. What was the final true-up amount for the period
14 January 2003 through December 2003?

15 A. The final true-up amount for the period, including
16 interest, is an overrecovery of \$3,052,815.

17 Q. Is this amount net of the estimated true-up for the
18 period January 2003 through December 2003, which
19 was included in the January 2004 through December
20 2004 PGA factor calculation?

21 A. No. The final true-up net of the estimated true-up
22 for the period January 2003 through December 2003
23 is an underrecovery of \$7,268,762.

24 Q. Is this the final underrecovery amount to be
25 included in the January 2005 through December 2005

1 projection.

2 A. Yes.

3 Q. Does this conclude your testimony?

4 A. Yes.

COMPANY: PEOPLES GAS SYSTEM

FINAL FUEL OVER/UNDER RECOVERY

SCHEDULE A-7

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FOR THE PERIOD: JANUARY 03 THROUGH DECEMBER 03

1 TOTAL ACTUAL FUEL COST FOR THE PERIOD	A-2 Line 3, Period To Date Dec.'03	\$216,314,224
2 TOTAL ACTUAL FUEL REVENUES FOR THE PERIOD	A-2 Line 6, Period To Date Dec.'03	\$219,367,039
3 ACTUAL OVER/(UNDER) RECOVERY FOR THE PERIOD (2-1)		\$3,052,815
4 INTEREST PROVISION	A-2 Line 8, Period To Date Dec.'03	\$6,555
5 ACTUAL OVER/(UNDER) RECOVERY FOR THE PERIOD (3+4)		\$3,059,370
6 ADJUSTMENT		\$0
7 NET OVER/(UNDER) RECOVERY FOR THE 12 MONTH PERIOD ENDING DECEMBER 31, 2003 (5+6)		\$3,059,370
8 LESS: ESTIMATED OVER/(UNDER) RECOVERY FOR THE PERIOD JANUARY '03 THROUGH DECEMBER '03 WHICH WAS INCLUDED IN THE CURRENT JANUARY '04 THROUGH DECEMBER '04 PERIOD	E-4 Line 4 Col. 4	\$10,328,132
9 FINAL FUEL OVER/(UNDER) RECOVERY TO BE INCLUDED IN THE PROJECTED JANUARY '05 THROUGH DECEMBER '05 PERIOD (7-8)		(\$7,268,762)

Composite Exhibit No. _____
Docket No. 040003-GU
Peoples Gas System
(EE-1)
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