

State of Florida



Public Service Commission

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

-M-E-M-O-R-A-N-D-U-M-

DATE: March 15, 2005
TO: Wayne Makin, Division of Competitive Markets & Enforcement
FROM: Denise N. Vandiver, Chief, Bureau of Auditing
Division of Regulatory Compliance and Consumer Assistance
RE: **Docket No.:** 050003-GU; **Company Name:** Peoples Gas System; **Review Purpose:** Reconcile PGA filing to general ledger; **Control No.:** 05-039-2-1

Attached is the report on the review of the utility stated above. I am sending the utility a copy of this memo and the report. If the utility desires to file a response to the report, it should send the response to the Division of the Commission Clerk and Administrative Services. There are no confidential work papers associated with this report.

DNV/jcp
Attachment

cc: Division of Regulatory Compliance and Consumer Assistance (Hoppe, District Offices, File Folder)
Division of the Commission Clerk and Administrative Services (2)
Division of Competitive Markets and Enforcement (Harvey)
General Counsel
Office of Public Counsel

Ms. Angela L. Llewellyn, Regulatory Affairs
Peoples Gas System
P. O. Box 111
Tampa, FL 33601-0111

Mr. Matthew Costa
TECO Energy, Inc.
P. O. Box 111
Tampa, FL 33601-0111

Macfarlane Ferguson Law Firm
Ansley Watson, Jr., Esq.
P. O. Box 1531
Tampa, FL 33601-1531

Kandi Floyd, Manager
Peoples Gas System
P. O. Box 111
Tampa, FL 33601-0111

Mr. Ed Elliott
P. O. Box 2562
Tampa, FL 33601-2562

DOCUMENT NUMBER-DATE

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FPSC-COMMISSION CLERK



Public Service Commission

-M-E-M-O-R-A-N-D-U-M-

TO: Denise Vandiver; Chief of Auditing

FROM: Joseph W. Rohrbacher; District Audit Supervisor; Tampa District Office

RE: Completed Audit Summary Report

DATE: 02/28/05

Originator: Wayne Makin

Company: Peoples Gas System (PGS)

Audit Control No.: 05-039-2-1 Docket No.: 050003-64

Purpose of Audit: Purchased Gas Adjustment (PGA)

Reviewed By Tomas Kopelovich Audit Hours: 1 1/2
Auditors Assigned:

Audit Manager: J.W. Rohrbacher 67 1/2

Audit Supervisor Hours: _____

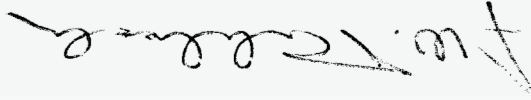
Estimated Hours: 80 Total Hours: 69

Field Work Began: 02/14/05 Field Work Ended: 02/18/05

Number of Work Paper Binders: 1

Recommendations for the next audit (use additional paper as necessary - be specific)

Joseph W. Rohrbacher, Tampa District Supervisor



Audit Control Number 05-039-2-1

Docket 050003-GU

TWELVE MONTHS ENDED DECEMBER 31, 2004

LIMITED SCOPE REPORT

PURCHASED GAS ADJUSTMENT

(A Division of Tampa Electric Company)

PEOPLES GAS SYSTEM

TAMPA DISTRICT OFFICE

DIVISION OF REGULATORY COMPLIANCE AND CONSUMER ASSISTANCE
BUREAU OF AUDITING

FLORIDA PUBLIC SERVICE COMMISSION



I. WORK PERFORMED

We performed the following work and found no differences to report.

REVENUES: Verified that the revenues contained in the Company's General Ledger are reflected on Schedule A-2.

Tested a sample of customer bills to verify that the appropriate PGA factor was charged.

TRUE-UP: Recomputed true-up for the period. Verified that the beginning true-up amount and interest rates as stated by the Company agreed to the beginning true-up and interest rates approved by the Florida Public Service Commission.

Reconciled monthly true-up amounts, as recorded on Schedule A-2, to the General Ledger.