

**BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION**

In Re: Purchased Gas Adjustment )  
(PGA) True-up )  
\_\_\_\_\_)

Docket No. 050003-GU

Filed: September 23, 2005

**PETITION BY FLORIDA CITY GAS,  
FOR APPROVAL OF PGA FACTOR  
TO BE APPLIED FOR SERVICE RENDERED  
DURING THE PERIOD JANUARY 2006 THROUGH DECEMBER 2006**

Pivotal Utility Holdings, Inc's., (formerly known as NUI Utilities Inc.) Florida operating division d/b/a Florida City Gas ("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, 2006 through December 31, 2006. 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 2004 through December 2004 to be an over-recovery of \$117,948.

2. Schedule E-4 shows the projected true-up for the current period January 2005 through December 2005 is an under-recovery of \$3,439,924.

3. The total true-up as shown on Schedule E-4 is an under-recovery of \$3,321,976.

4. Estimated therm purchases for resale during the projected period are 43,872,420.

5. Schedule E-4 presents a true-up recovery factor of \$7.572 cents per therm to be applied during the projected period.

6. The total cost of gas for the projected period is \$64,147,825 as shown on Schedule E-1 line 11.

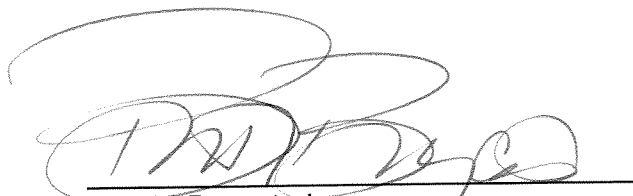
7. The weighted average cost of gas (WACOG) for the projected period is 146.214 cents per therm as shown on Schedule E-1 line 40.

8. The \$7.572 cents per therm true up factor increases the WACOG during the projected period to 153.786 cents per therm (before the regulatory assessment fees) or 154.560 cents per therm after the regulatory assessment fees as shown on Schedule E-1 lines 42 and 44 respectively. In order to avoid a 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 163.206 cents per therm before the regulatory assessment fees and 164.027 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 (winter), E-1, E-1/R, E-2, E-3, E-4, E-5 and the prepared Direct Testimony of Thomas Kaufmann.

WHEREFORE, Florida City Gas Company 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 2006 through December 2006 of 163.206 cents per therm (before the regulatory assessment fees) or 164.027 cents per therm after the regulatory assessment fees.

RESPECTFULLY SUBMITTED this 23rd day of September, 2005.

A handwritten signature in black ink, appearing to read "Bill L. Bryant, Jr.", is written over a horizontal line. The signature is stylized and cursive.

Bill L. Bryant, Jr.  
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**CERTIFICATE OF SERVICE**

**I HEREBY CERTIFY** that a true and correct copy of the foregoing has been furnished by U.S. Mail or hand delivery to the following parties of record this 23<sup>rd</sup> day of September, 2005:

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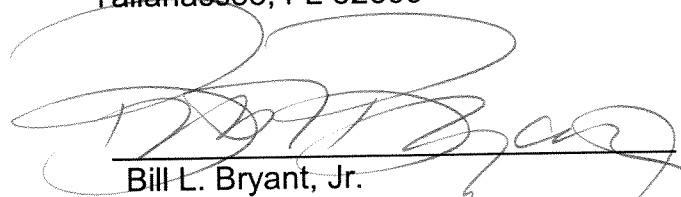
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