

ST JOE NATURAL GAS

Serving Florida's Panhandle Since 1963

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September 17, 2007

Ann Cole, Commission Clerk
 Florida Public Service Commission
 2540 Shumard Oak Boulevard
 Tallahassee, Fl. 32399-0850

Re: Docket No. 070003-GU
 Purchased Gas Cost Recovery for period ending December 31, 2008

Dear Ms. Cole,


Enclosed for filing in the above referenced docket are an original and ten (10) copies of St. Joe Natural Gas Company's:

1. Petition for Approval of Purchased Cost Recovery Factors;
2. Schedules E-1 through E-5
3. Direct Testimony of Stuart L Shoaf

Please acknowledge receipt of these documents by stamping the extra copy of this letter which is also enclosed.

Thank you for your assistance.

Very truly yours,



Stuart L. Shoaf
 President

CMP _____
 COM 5
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 SCR _____
 SGA _____
 SEC _____
 OTH _____

Enclosures
 Copies: All known parties of record

07 SEP 19 AM 7:14

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 COMMISSION CLERK
 07 SEP 18 AM 9:04

DOCUMENT NUMBER-DATE

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FPSC-COMMISSION CLERK

true-up and interest from September 1st through December 31, 2007 and estimated purchased gas costs, without interest, from January 1, 2008 through December 31, 2008.

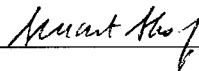
5. Pursuant to the methodology adopted by the Commission in Docket No. 980269-PU, SJNG has calculated a weighted average cost of gas factor (WACOG) through December 31, 2008. Such calculations from Schedules E-1 through E-5 are commingled and are filed herewith.

6. Schedule E-1 reports the estimated average purchased gas costs for the twelve month period ending December 31, 2008 to be \$1,216,912.00. Based upon estimated total sales of 1,122,848 therms, SJNG seeks a maximum WACOG of 97.20 cents per therm.

WHEREFORE, St. Joe Natural Gas Company, Inc. prays the Commission will enter an order approving its WACOG factor of 97.200 cents per therm to be applied to customer bills rendered during the twelve month period ending December 31, 2008.

Dated this 17th day of September, 2007.

Respectfully submitted,



Stuart L. Shoaf, President
St. Joe Natural Gas Company, Inc.
Post Office Box 549
Port St. Joe, Florida 32457-0549
(850) 229-8216

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Purchased Gas Recovery)
)
_____)

Docket No. 070003-GU
Submitted for filing
September 17, 2007

CERTIFICATE OF SERVICE
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I HEREBY CERTIFY that a true and correct copy of the foregoing Petition for Approval of Purchased Gas Cost Recovery Factor and the Direct Testimony, together with the attached Schedules E-1 through E-5 filed on behalf of St. Joe Natural Gas Company have been served upon all known parties of record on this 17th day of September 2007.



Stuart L. Shoaf, President