

Ruth Nettles

From: Keating, Beth [beth.keating@akerman.com]
Sent: Wednesday, August 20, 2008 12:23 PM
To: Filings@psc.state.fl.us
Subject: Docket No. 080003-GU
Attachments: 20080820121613839.pdf

Attached for filing, please find Florida City Gas's letter to Katherine Fleming regarding the effective date requested in the Company's Petition for Mid Course Correction.
If you have any questions, please do not hesitate to contact me.

Sincerely,
Beth Keating

A.
Beth Keating
Akerman Senterfitt
106 East College Ave., Suite 1200
Tallahassee, FL 32301
(850) 224-9634
(850) 521-8002 (direct)
beth.keating@akerman.com

B. Docket No. 080003-GU - Purchase Gas Adjustment (PGA) True-Up

C. Filed on behalf of Florida City Gas

D. Number of pages: 2

E. The document attached for electronic filing is Florida City Gas Company's letter to Staff Counsel Katherine Fleming regarding modification of the effective date requested in the Company's Petition for any approved Mid Course Correction to the Company's PGA Cap.

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07479 AUG 20 08

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August 20, 2008

VIA Electronic filing

Katherine E. Fleming
Senior Attorney
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850

Re: Docket No. 080003-GU - Purchased Gas Adjustment (PGA) True-Up.

Dear Ms. Fleming:

In light of Tropical Storm Fay and the resulting deferral of Florida City Gas Company's Petition for a Mid Course Correction to the September 4, 2008, Agenda Conference, Florida City Gas offers and suggests that an effective date of October 1, 2008, would be reasonable and acceptable to the Company should the Commission approve an adjustment to the Company's PGA Cap. Accordingly, the Company's July 22, 2008, Petition may be deemed amended consistent with this letter.

Moreover, Florida City Gas commends PSC staff for providing the Commission with options in its August 8, 2008, recommendation. In view of the recent trends in natural gas prices, the Company now agrees with PSC staff that it no longer requires an increase in its PGA Cap to the full extent requested in its original Petition. Instead, Florida City Gas respectfully suggests that Option 3, as presented in the PSC staff's recommendation at page 5, provides the Company with sufficient pricing flexibility while still sending appropriate pricing signals to customers consistent with the recent pricing trend. As such, Florida City Gas fully supports Option 3 as presented in the PSC staff's

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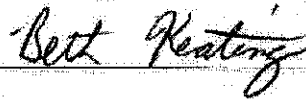
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Katherine E. Fleming
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recommendation with a new effective date of October 1, 2008.

Please do not hesitate to let me know if you have any questions.

Sincerely,



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ENCLOSURES

cc: Parties of Record
Bill McNulty