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IN REPLY REFER TO:

Ansley Watson, Jr.
P.O. Box 1531
Tampa, Florida 33601
e-mail: aw@macfar.com

April 30, 2009

VIA FEDEX

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

RECEIVED-FPSC
09 MAY - 1 AM 10:35
COMMISSION
CLERK

Re: Docket No. 090003-GU -- Purchased gas adjustment (PGA) true-up

Dear Ms. Cole:

Enclosed for filing with the Commission on behalf of Peoples Gas System, please find the original and 15 copies of the following:

- Peoples' Petition for Approval of True-Up Amount (for the period January through December 2008);
- Direct Testimony of Edward Elliott; and
- Exhibit ___(EE-1), consisting of Schedule A-7 of the prescribed reporting forms.

The enclosed testimony and exhibit will be offered by Peoples at the hearing in this docket scheduled to commence on November 2, 2009.

Please acknowledge your receipt and the date of filing of the enclosures on the enclosed duplicate copy of this letter, and return the same to me in the enclosed preaddressed envelope.

COM 5
ECF
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OPM
ROJ
SSC
SGA
ADM
CLK *Ct. Reporter*

DOCUMENT NUMBER-DATE
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FPSC-COMMISSION CLERK

Ann Cole, Commission Clerk
April 30, 2009
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Thank you for your usual assistance.

Sincerely,

A handwritten signature in black ink, appearing to read "Ansley Watson, Jr.", written in a cursive style.

ANSLEY WATSON, JR.

AWjr/a
Enclosures

cc: Parties of Record
Mrs. Kandi M. Floyd
Matthew R. Costa, Esquire

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Purchased gas adjustment)
(PGA) true-up.)
_____)

Docket No. 090003-GU
Submitted for Filing:
5-1-09

**PEOPLES GAS SYSTEM'S PETITION
FOR APPROVAL OF TRUE-UP AMOUNT**

Peoples Gas System, through undersigned counsel, and pursuant to the requirements in this docket, hereby petitions the Commission for approval of its purchased gas adjustment true-up amount for the period January 1 through December 31, 2008, and in support thereof says:

1. The name and mailing address of Peoples is:

Peoples Gas System
P. O. Box 2562
Tampa, Florida 33601-2562

2. The names and mailing addresses of the persons authorized to receive notices, orders, pleadings and other communications and documents in this docket are:

Ansley Watson, Jr.
Macfarlane Ferguson & McMullen
P. O. Box 1531
Tampa, Florida 33601-1531

Ms. Paula K. Brown
Regulatory Affairs
Peoples Gas System
P. O. Box 111
Tampa, Florida 33601-0111

Matthew R. Costa
Corporate Counsel
TECO Energy, Inc.
P. O. Box 111
Tampa, Florida 33601-0111

3. Pursuant to the requirements in this docket, Peoples has submitted for filing with this petition the testimony of W. Edward Elliott and Exhibit ___(EE-1), consisting of Schedule A-7 of the purchased gas adjustment true-up reporting form supplied by the Commission Staff.

DOCUMENT NUMBER-DATE

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4. As indicated in the testimony of Mr. Elliott and in Schedule A-7, Peoples' final true-up amount for the period January 1 through December 31, 2008, including interest and adjustment, net of the estimated true-up for the same period, is an underrecovery of \$31,478.

WHEREFORE, Peoples Gas System respectfully requests that the Commission enter its order approving Peoples' final true-up amount for the period January 1 through December 31, 2008.

Respectfully submitted,



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Attorneys for Peoples Gas System

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that true and correct copies of the foregoing have been furnished by U. S. Mail, this 30th day of April, 2009, to the following:

Katherine E. Fleming, Esquire
Office of General Counsel
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850

Mr. Melvin Williams
Florida City Gas
933 East 25th Street
Hialeah, FL 33013-3403

Florida Public Utilities Company
Cheryl Martin
P. O. Box 3395
West Palm Beach, FL 33402-3395

Norman H. Horton, Jr., Esquire
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Akerman Senterfitt
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J. R. Kelly/Patricia Christensen
Office of Public Counsel
c/o The Florida Legislature
111 W. Madison St. - #812
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P. O. Box 549
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Peoples Gas System
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Tampa, FL 33601-0111

Elizabeth Wade/David Weaver
AGL Resources, Inc.
Ten Peachtree Place
Location 1470
Atlanta, GA 30309



Ansley Watson, Jr.

PEOPLES GAS SYSTEM
BEFORE THE
FLORIDA PUBLIC SERVICE COMMISSION

Docket No. 090003-GU

**In Re: Purchased Gas Adjustment (PGA) True-Up
by Peoples Gas System**

**Submitted for Filing:
May 1, 2009**

**DIRECT TESTIMONY
AND EXHIBITS OF:**

**W. EDWARD ELLIOTT
On Behalf of Peoples Gas System**

DOCUMENT NUMBER - DATE

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1 **Q. PLEASE STATE YOUR NAME AND BUSINESS ADDRESS.**

2 A. My name is W. Edward Elliott. My business address is 702 N. Franklin
3 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 System ("Peoples").

6 **Q. PLEASE SUMMARIZE YOUR EDUCATIONAL BACKGROUND
7 AND PROFESSIONAL QUALIFICATIONS.**

8 A. I graduated from the University of South Florida in 1972 with the degree
9 of Bachelor of Arts in Accounting. I have over 21 years of experience in
10 the utility field.

11 **Q. WHAT ARE YOUR PRIMARY RESPONSIBILITIES IN YOUR
12 CURRENT POSITION WITH PEOPLES?**

13 A. As Manager of Gas Accounting, I am responsible for recording the
14 Company's cost of gas.

15 **Q. HAVE YOU PREVIOUSLY PREPARED TESTIMONY IN
16 REGULATORY PROCEEDINGS?**

17 A. I have filed prepared direct testimony in previous Purchased Gas
18 Adjustment proceedings.

19 **Q. HAVE YOU PREPARED OR CAUSED TO BE PREPARED
20 CERTAIN SCHEDULES FOR USE IN THS PROCEEDING?**

21 A. Yes. As Composite Exhibit EE-1, I sponsored preparation of the
22 following schedule with respect to the final true-up for the period January
23 2008 through December 2008: A-7 – Final fuel over (under) recovery.

24 **Q. WHAT WAS PEOPLES' COST OF GAS TO BE RECOVERED
25 THROUGH THE PGA CLAUSE FOR THE PERIOD JANUARY**

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1 **2008 THROUGH DECEMBER 2008?**

2 A. As shown on Schedule A-7 in EE-1, the cost of gas purchased, adjusted
3 for company use, was \$470,920,270.

4 **Q. WHAT WAS THE AMOUNT OF GAS REVENUE COLLECTED**
5 **FOR THE PERIOD JANUARY 2008 THROUGH DECEMBER**
6 **2008?**

7 A. The amount of gas revenue collected to cover the cost of gas was
8 \$473,421,601.

9 **Q. WHAT WAS THE FINAL TRUE-UP AMOUNT FOR THE PERIOD**
10 **JANUARY 2008 THROUGH DECEMBER 2008?**

11 A. The final true-up amount for the period, including interest and
12 adjustments, is an over-recovery of \$2,546,805.

13 **Q. IS THIS AMOUNT NET OF THE ESTIMATED TRUE-UP FOR**
14 **THE PERIOD JANUARY 2008 THROUGH DECEMBER 2008,**
15 **WHICH WAS INCLUDED IN THE JANUARY 2009 THROUGH**
16 **DECEMBER 2009 PGA FACTOR CALCULATION?**

17 A. No. The final true-up net of the estimated true-up for the period January
18 2008 through December 2008 is an under-recovery of \$31,478.

19 **Q. IS THIS THE FINAL UNDER-RECOVERY AMOUNT TO BE**
20 **INCLUDED IN THE JANUARY 2010 THROUGH DECEMBER**
21 **2010 PROJECTION?**

22 A. Yes.

23 **Q. DOES THIS CONCLUDE YOUR TESTIMONY?**

24 A. Yes.

25

**PEOPLES GAS SYSTEM
FINAL FUEL OVER/UNDER RECOVERY
FOR THE PERIOD: JANUARY 08 THROUGH DECEMBER 08
SCHEDULE A-7**

1 TOTAL ACTUAL FUEL COST FOR THE PERIOD	A-2 Line 3, Period To Date Dec.'08	\$470,920,270
2 TOTAL ACTUAL FUEL REVENUES FOR THE PERIOD	A-2 Line 6, Period To Date Dec.'08	\$473,421,601
3 ACTUAL OVER/(UNDER) RECOVERY FOR THE PERIOD (2-1)		\$2,501,331
4 INTEREST PROVISION	A-2 Line 8, Period To Date Dec.'08	\$45,474
5 ACTUAL OVER/(UNDER) RECOVERY FOR THE PERIOD (3+4)		\$2,546,805
6 ADJUSTMENT		\$0
7 NET OVER/(UNDER) RECOVERY FOR THE 12 MONTH PERIOD ENDING DECEMBER 31, 2008 (5+6)		\$2,546,805
8 LESS: ESTIMATED OVER/(UNDER) RECOVERY FOR THE PERIOD JANUARY '08 THROUGH DECEMBER '08 WHICH WAS INCLUDED IN THE CURRENT JANUARY '09 THROUGH DECEMBER '09 PERIOD	E-4 Line 4 Col. 4, PGACAP'09	\$2,578,283
9 FINAL FUEL OVER/(UNDER) RECOVERY TO BE INCLUDED IN THE PROJECTED JANUARY '10 THROUGH DECEMBER '10 PERIOD (7-8)	E-4 Line 4 Col. 3, (To Be on PGACAP'10)	(\$31,478)