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NUI Corporation (NYSE: NUI)



October 6, 1999

Ms. Blanca Bayo Division of Records and Reporting Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0868

Re: Docket No. 980003-GU

Dear Ms. Bayo:

Enclosed herewith for filing in the above referenced docket on behalf of NUI City Gas Company of Florida (City Gas) are the original and ten copies of City Gas' Revised Petition for Approval of PGA Factor to be Applied for Service Rendered During the Period January 1999 through December 1999, testimony of Raymond A. DeMoine, and Schedules E-1/R, E-2, and E-4.

Please acknowledge receipt and filing of the above by stamping the duplicate copy of this letter and returning same to me.

Thank you for your assistance in connection with this matter.

Very truly yours,

Palecki/do Achael a AFA Michael A. Palecki APP CAF Attorney, Legal & Regulatory Affairs CMU CIR EAG LEG RECEIVED & FILED MAS OPC PAI FPSC-BUREAU OF RECORDS SEC WAW OTH DOCUMENT NUMBER DATE DOCUMENT NEMO NUI Companies and Affiliates: 12190 OCT -7 응 NUI Capital Corp. City Gas Company of Florida OCT -7 2 TIC Enterprises, LLC Bility Business Services Elizabethtown Gas NUI Energy Elkton Gas FPSC-RECORDS/REPORTINUE Energy Brokers Valley Cities Gas FPSC-RECORDS/REFORTING North Carolina Gas Waverly Gas



## BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

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In Re: Purchase Gas Adjustment (PGA) True-up DOCKET NO. 99003-GU Filed: October 6, 1999

## THE PETITION BY NUI CITY GAS OF FLORIDA, FOR APPROVAL OF PGA FACTOR TO BE APPLIED FOR SERVICE RENDERED DURING THE PERIOD JANUARY 2000 THROUGH DECEMBER 2000

NUI City Gas of Florida ("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 period of January 1, 2000 through December 31, 2000. In support thereof, says:

1. City Gas has calculated its total net true-up amount (including interest and applicable regulatory assessment fees) for the period April 1998 through December 1998 to be an over-recovery of \$1,121,676.

2. Schedule E-4 shows the projected true-up for the current period January 1999 through December 1999 is an under-recovery of (\$1,073,447).

3. The total true-up as shown on Schedule E-4 is an over-recovery of \$48,229.

4. Estimated therm purchases for resale are 62,284,488.

5. Schedule E-4 presents a true-up recovery factor of negative 0.077 cents per therm to be applied during the projected period.

6. The total cost of gas is \$28,168,668.

 The weighted average cost of gas (WACOG) for the January 2000 through December 2000 period is 45.226 cents per therm. 8. The negative 0.077 cents per therm true up factor decreases the WACOG during the January 2000 through December 2000 period to 45.148 cents per therm (before the regulatory assessment fees) or 45.375 cents per therm after the regulatory assessment fees. In order to avoid 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 48.757 cents per therm before the regulatory assessment fees. This is the appropriate levelized gas cost factor (cap) for City Gas for the period January 2000 through December 2000.

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9. City Gas' proposal filed herewith consists of Schedules E-1, E-1R, E-2, E-3, E-4, and E-5.

Wherefore, City Gas Company of Florida 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 2000 through December 2000 of 48.757 cents per therm (before the regulatory assessment fees) or 49.002 cents per therm after the regulatory assessment fees.

Mickel a Paleck 1d Michael A. Palecki

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