

ORIGINAL

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NUI Corporation (NYSE: NUI)

November 2, 2000

Ms. Blanca S. Bayo, Director Division of Records and Reporting Florida Public Service Commission 2540 Shumard Oak Blvd. Tallahassee, FL 32399-0850

Re: Docket No. 000003-EG; Audit Control No. 00-003-4-3

Dear Ms. Bayo:

I write to respond to the Audit Report resulting from the Purchased Gas Adjustment Audit of City Gas Company of Florida for the period ended December 31, 1999; audit Control No. 00-003-4-3; Docket No. 000003.

The only comment in the audit report that the Company does not agree with is contained in Audit Exception 2. There it is stated that the Company could not explain the differences on Schedules A-2 to the General Ledger noted for the months of January, April, July, October and November 1999. The Company disagrees with this statement, but given that the differences were less than \$25,000, the Company chooses not to contest Audit Exception 2.

The Company does not further contest the findings in the audit report.

Should you have any questions with respect to this matter, please contact me at (850) 877-5282.

Sincerely,

michael A. Palechi

Michael A. Palecki NUI Corporation PMB 224 3539 Apalachee Parkway Tallahassee, FI 32311 (850) 877-5282



DOCUMENT NUMBER - DATE TIC Enterprises, LLC NOV -2 8 Utility Business Services Valley Cities Gas

MAP/rt.

NUI Companies and Affiliates: City Gas Company of Florida Elizabethtown Gas Elkton Gas North Carolina Gas

CAF CMP

COM CTR

ECR LEG OPC

RGO UAN

SEC

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OTH

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NUI Capital Corp. NUI Energy NUI Energy Brokers NUI Energy Solutions

NUI Environmental Group FPSC-RECORDS/REPORTING

Waverly Gas