



ST. JOE NATURAL GAS COMPANY, INC. **ORIGINAL**
 P.O. BOX 549 PHONE 229-8216
 PORT ST. JOE, FLORIDA 32457

May 14, 1998

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

Re: Docket No. 940548-GU
 Petition for inclusion of investment in Wewahitchka expansion
 project in rate base by St Joe Natural Gas Company, Inc.
 Phase IV Construction Cost Report

Dear Ms. Bayo,

Enclosed for filing in the above referenced docket is an original of St Joe Natural Gas Company's Phase IV Construction Cost Report for the period beginning July 6, 1994 and ending March 31, 1998.

Please acknowledge receipt of these documents by stamping and returning the extra copy of this letter which is enclosed to our office.

- ACK _____
- AFA _____
- APP _____
- CAF _____
- CMU _____
- CTR _____
- EAG _____
- LEG _____
- LIN _____
- OPC _____
- RCH _____
- SEC _____
- WAS _____ enc.
- OTH _____

Thank you for your assistance.

Very truly yours,

Stuart Shoaf
 Stuart Shoaf
 President

cc: Gas Bureau

ADMINISTRATION MAIL ROOM
 MAY 15 9 50 AM '98

RECEIVED DOCUMENT NUMBER-DATE

05434 MAY 15 98

GCI.WK4

FPSC-RECORDS/REPORTING

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In Re: Petition for inclusion)
of investment in)
Wewahitchka expansion)
project in rate base)
_____)

Order No. PSC-94-0833-FOF-GU
Docket No. 940548-GU
Submitted for filing
May 14, 1998

PHASE IV CONSTRUCTION COST REPORT
OF ST JOE NATURAL GAS COMPANY, INC.

St Joe Natural Gas Company, Inc. (SJNG) by and through its undersigned officer,
hereby files its Phase IV Construction Report in accordance with Commission Order
No. PSC-94-0833-FOF-GU.

1. The name and mailing address of the petitioner is:

St Joe Natural Gas Company, Inc.
Post Office Box 549
Port St Joe, Florida 32456-0549

2. All pleadings and correspondence should be directed to:

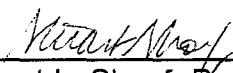
D. Bruce May
Karen D. Walker
HOLLAND & KNIGHT
P.O. Box 810
Tallahassee, Florida 32302

Stuart L. Shoaf, President
St Joe Natural Gas Company, Inc.
Post Office Box 549
Port St Joe, Florida 32456-0549

3. The Phase IV Construction Report represents forty-five (45) months of construction through March 31, 1998 in SJNG's expansion project to serve the City of Wewahitchka, Florida and the surrounding areas. SJNG's ability to continue with subsequent phases of its expansion project is dependent upon an appropriate regulatory structure which allows SJNG to maintain an adequate cash flow. The report is attached and identified as the same.

Dated this 14th day May, 1998.

Respectfully submitted,



Stuart L. Shoaf, President
St Joe Natural Gas Company, Inc.
Post Office Box 549
Port St Joe, Florida 32456-0549
(904) 229-8216

PHASE IV CONSTRUCTION COST REPORT

St Joe Natural Gas Company, Inc.
 Through March 31, 1998

Start Date: July 6, 1994

DESCRIPTION	ORIGINAL COST ESTIMATE	ACTUAL TO DATE
New Customers	1,000	254
MAIN - STEEL	\$325,987	\$393,978
M&R EQUIP	\$17,197	\$59,075
MAIN - PLASTIC	\$152,236	\$133,669
SERVICE LINE	\$153,164	\$62,349
METER/INSTALL	\$133,000	\$30,423
REGULATOR/INSTALL	\$25,330	\$10,369
Misc. Direct Costs	\$0	\$60,990
Engineering & General Administrative Costs	\$5,320	
Office Building	\$50,000	
Total Project Cost	\$862,234 =====	\$750,852 =====

=====		=====	=====
FIVE YEAR SCHEDULE		PROJECT \$	ACTUAL \$
=====		=====	=====
PH I	Mar 31, 95	\$348,506	\$304,696
PH II	Mar 31, 96	\$165,932	\$241,829
PH III	Mar 31, 97	\$115,932	\$156,869
PH IV	Mar 31, 98	\$115,932	\$47,457
PH V	Mar 31, 99	\$115,932	
TOTAL PROJECT COST		\$862,234 =====	\$750,852 =====