

Hopping Green & Sams

Attorneys and Counselors

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COMMISSION

Writer's Direct Dial Number (850) 425-2359

October 11, 2004

BY HAND DELIVERY

Blanca Bayó Director, Office of the Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

Re: Docket No. 040004-GU

Dear Ms. Bayó:

Enclosed for filing on behalf of NUI City Gas Company of Florida ("Company") are the original and fifteen copies of the Company's Preliminary Statement of Issues and Positions in the above docket.

By copy of this letter, these documents have been furnished to the parties on the attached certificate of service.

Please stamp and return the enclosed extra copy of this filing. If you have any questions regarding this filing, please give me a call at 425-2359.

CMP _ COM _ CTR _	5	Gary V. Perko
ECR _ GCL _	GVP/mee Enclosures	7 *
OPC _ MMS _	cc: Certificate of Service	
RCA _ SCR _	RECEIVED & FILED	
SEC _	EPSC-BUREAU OF RECORDS	DOCUMENT NUMBER-DAT



CERTIFICATE OF SERVICE

I HEREBY CERTIFY that a true and correct copy of the foregoing has been furnished by U.S. Mail or hand delivery (*) to the following parties of record this 11th day of October, 2004.

Martha Brown (*) Staff Attorney Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, FL 32399-0850

City Gas Company of Florida Gloria Lopez 955 East 25th Street Hialeah, FL 33013-3498

Florida Division of Chesapeake Utilities Thomas A. Geoffroy P.O. Box 960 Winter Haven, FL 33882-0960

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

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Peoples Gas System Angela Llewellyn P.O. Box 111 Tampa, FL 33601-0111 Rose Law Firm Wayne Schiefelbein 2548 Blairstone Pines Drive Tallahassee, FL 32301

Messer Law Firm Norman H. Horton, Jr. P.O. Box 1876 Tallahassee, FL 32302-1876

Stuart Schoaf St. Joe Natural Gas Company P.O. Box 549 Port St. Joe, FL 32457-0549

Sau V. Attorney -

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Conservation Cost Recovery)	Docket No. 040004-GU
Clause)	Filed: October 11, 2004
)	

CITY GAS COMPANY OF FLORIDA PRELIMINARY STATEMENT OF ISSUES AND POSITIONS

The following is NUI City Gas Company of Florida's preliminary statement of issues and positions:

1. What is the final end-of-period true-up amount for the period January 2003 through December 2003?

City Gas: An over-recovery of \$552,829.

2. What are the appropriate conservation cost recovery factors for the period January 2005 through December 2005?

City Gas: The appropriate factors are:

Rate Class	<u>Factor</u>
GS-1, GS-100, GS-220 (Sales & Transportation)	\$0.09302
GS-600 (Sales & Transportation)	\$0.04997
GS-1200 (Sales & Transportation)	\$0.03071
GS-6k (Sales & Transportation)	\$0.02520
GS-25000 (Sales & Transportation)	\$0.02487
GS-60000 (Sales & Transportation)	\$0.02432
Gas Lights	\$0.04966
GS-120000 (Sales & Transportation)	\$0.01789
GS-250000 (Sales & Transportation)	\$0.01640

3. What should be the effective date of the conservation cost recovery factors for billing purposes?

City Gas: The factors should be effective beginning with the specified conservation cost recovery cycle and thereafter for the period January, 2005, through December, 2005. Billing cycles may start before January 1, 2005, and the last cycle may be read after December 31, 2005, so that each customer is billed for twelve months regardless of when the adjustment factor became effective.

RESPECTFULLY SUBMITTED this 11th day of October, 2004.

HOPPING GREEN & SAMS

Gary V. Perko

P.O. Box 6526 Tallahassee, FL 32314

(850) 425-2313

Attorneys for City Gas Company of Florida