

COMMISSIONERS:  
JULIE I. BROWN, CHAIRMAN  
LISA POLAK EDGAR  
ART GRAHAM  
RONALD A. BRISÉ  
JIMMY PATRONIS

STATE OF FLORIDA



DIVISION OF ECONOMICS  
GREG SHAFER  
DIRECTOR  
(850) 413-6410

# Public Service Commission

February 17, 2016

Mr. Ansley Watson, Esquire  
Macfarlane Ferguson & McMullen  
P.O. Box 1531  
Tampa, Florida 33601-1531  
aw@macfar.com

**STAFF'S FIRST DATA REQUEST**  
*via email*

Ms. Kandi Floyd  
Peoples Gas System  
P.O. Box 2562  
Tampa, Florida 33601-2562  
kfloyd@tecoenergy.com

**Re: Docket No. 160029-GU - Petition by Peoples Gas System for approval of special contract with United Parcel Service, Inc.**

Dear Mr. Watson and Ms. Floyd:

By this letter, the Commission staff requests that Peoples Gas System (Peoples) provide responses to the following data requests with regard to the proposed special contract (Letter of Authorization) between Peoples and United Parcel Service, Inc.

1. What is the projected cost to install the extension of approximately 3.8 miles of 6-inch coated steel natural gas pipeline to provide service to UPS?
2. How long will it take to recover the cost of facilities extension? Please provide the calculations illustrating the length of the recovery period.
3. Exhibit B to the petition states that UPS will pay Peoples a distribution charge per the Rate Schedule GS-5 along with an additional amount to allow Peoples to recover its cost of service and the cost of facilities extension. Is the additional amount the difference between the \$0.11321 per Therm shown in Rate Schedule GS-5 and the confidential per Therm charge specified in Addendum A, paragraph (a), to the LOA? If not, please provide the additional amount.

Mr. Ansley Watson, Esquire  
Ms. Kandi Floyd  
Page 2  
February 17, 2016

4. In addition to the Distribution Charge in Rate Schedule GS-5, will UPS also be subject to the following Special Conditions fees specified in Rate Schedule GS-5? If not, please explain why.
  - Swing Service Charge
  - Energy Conservation Cost Recovery Adjustment Clause
  - Competitive Rate Adjustment Clause
  - Tax and Fee Adjustment Clause
  - Cast Iron Bare Steel Replacement Rider Surcharge
5. Does UPS have the ability to bypass Peoples and/or obtain the service it needs from elsewhere?
6. Referring to Exhibit C to the petition, please explain and show the derivation of the amount shown in Line 1, Operation and Maintenance.
7. Referring to Exhibit C to the petition, please explain and show the derivation of the amount shown in Line 5, Return Requirements.

Please file all responses electronically no later than Wednesday, March 2, 2016 via the Commission's website at [www.floridapsc.com](http://www.floridapsc.com) by selecting the Clerk's Office tab and Electronic Filing Web Form. Please feel free to call me at 850.413.6204 if you have any questions.

Thank you,

*/s/Sevini K. Guffey*

Sevini K. Guffey, AICP  
Public Utility Analyst I  
[sguffey@psc.state.fl.us](mailto:sguffey@psc.state.fl.us)

cc: Office of Commission Clerk