

# INDIANTOWN Gas company, inc.

ORIGINAL



CLEAN AND EFFICIENT NATURAL GAS AND PROPANE GAS FOR ALL YOUR ENERGY NEEDS

January 16, 2004

Ms. Blanca Bayo  
Florida Public Service Commission  
2540 Shumard Oak Blvd.  
Tallahassee, Fl. 32399

Re: FPSC Docket No. 030954-GU

Dear Ms Bayo:

Enclosed for filing in the above referenced docket on behalf of Indiantown Gas Company please find our response to FPSC Data Request issued December 19, 2003. This response was faxed to Ms. Chrissy Kenny on January 16, 2004.

Please feel free to call with any questions.

Sincerely,

Brian J. Powers  
President  
Indiantown Gas Co.

RECEIVED FPSC  
COMMISSION  
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ON JAN 20 AM 11:36

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DISTRIBUTION CENTER

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DOCUMENT NUMBER DATE  
00757 JAN 20 04  
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Indiantown Gas Company  
Docket No. 030954-GU  
Company's Response to  
Audit Document/Record Request Dated 12/19/03

**Question:** Referring to MFR page 173, Schedule G-2, please provide a detailed calculation of the amount used to calculate Taxes Other Than Income for the Historic Base Year +1 (\$24,249) and for the Projected Test year 2004 (\$24,924). Please indicate the type of tax, the rate applied to each tax, and the basis used in the calculation, as done in MFR Schedule C-30.

**Answer:** Please see attached schedules for the type of taxes, the rate applied to each tax and the basis used in the calculation. In addition, the Company offers the following supplemental information.

Federal Unemployment – the Company's tax rate is 0.008 times payroll. The Company is projecting O&M payroll for the Historic Base Year +1 and the Projected Test Year to be \$175,091 and \$183,845, respectively (see MFR page 191, Schedule G-2, line 1).

State Unemployment – same as Federal Unemployment except that the Company's tax rate is 0.001 time payroll.

FICA – the Company's tax rate is 0.0765 times payroll amounts of \$175,091 and \$183,845 for the Historic Base Year +1 and the Projected Test Year, respectively.

Regulatory Assessment Fee – The Company's tax rate is 0.00503 times Gross Revenues for the Historic Base Year +1 (\$393,803) and the Projected Test Year (\$342,918). See MFR page 173, Schedule G-2, line 5.

Tangible Taxible – The Company based its projections for the Historic Base Year +1 and the Projected Test Year on actual property taxes paid in 2002. The Company increased the actual 2002 amount by the inflation rate of 2.5% per year for 2003 and 2004 (see MFR page 182, Schedule G-2, Trend Rates – Inflation Only). Actual 2002 property taxes were \$7,120 (see MFR page 75, Schedule C-30, line 7).

FLORIDA PUBLIC SERVICE COMMISSION  
 COMPANY: INDIANTOWN GAS COMPANY  
 DOCKET NO: 030954-GU

EXPLANATION: PROVIDE A SCHEDULE OF TAXES OTHER THAN INCOME TAXES  
 FOR THE HISTORIC BASE YEAR AND THE PRIOR YEAR. FOR EACH TAX,  
 INDICATE THE AMOUNT CHARGED TO OPERATING EXPENSES.

TYPE OF DATA SHOWN:  
 PROJECTED TEST YEAR: 12/31/04  
 WITNESS: M. POWERS

OTHER TAXES FOR THE PROJECTED YEAR ENDED 12/31/04

LINE NO.	TYPE OF TAX	(1)	(2)	(3)	(4) JURISDICTIONAL		(6)
		RATE	TAX BASIS (\$)	TOTAL AMOUNT (1 X 2)	FACTOR	AMOUNT	AMOUNT CHARGED TO OPERATING EXPENSES
1	FEDERAL UNEMPLOYMENT	0.008	\$183,845	\$1,471		\$1,471	\$1,471
2	STATE UNEMPLOYMENT	0.001	\$183,845	\$184		\$184	\$184
3	FICA	0.0765	\$183,845	\$14,064		\$14,064	\$14,064
4	FEDERAL VEHICLE			\$0		\$0	\$0
5	INTANGIBLE TAXES			\$0		\$0	\$0
6	REGULATORY ASSESSMENT FEE	0.00503	\$342,918	\$1,725		\$1,725	\$1,725
7	TANGIBLE TAXABLE	1.025	\$7,298	\$7,480		\$7,480	\$7,480
8	GROSS RECEIPTS			\$0		\$0	\$0
9	FRANCHISE FEE			\$0		\$0	\$0
10	OCCUPATIONAL LICENSE			\$0		\$0	\$0
11	OTHER (PLEASE LIST)			\$0		\$0	\$0
12							
13							
14	TOTAL			<u>\$24,924</u>		<u>\$24,924</u>	<u>\$24,924</u>

SUPPORTING SCHEDULES:

RECAP SCHEDULES:

FLORIDA PUBLIC SERVICE COMMISSION

EXPLANATION: PROVIDE A SCHEDULE OF TAXES OTHER THAN INCOME TAXES  
FOR THE HISTORIC BASE YEAR AND THE PRIOR YEAR. FOR EACH TAX,  
INDICATE THE AMOUNT CHARGED TO OPERATING EXPENSES.

TYPE OF DATA SHOWN:  
HISTORIC BASE YEAR + 1: 12/31/03  
WITNESS: M. POWERS

COMPANY: INDIANTOWN GAS COMPANY

DOCKET NO: 030954-GU

OTHER TAXES FOR THE HISTORICAL BASE YEAR + 1 ENDED 12/31/03

LINE NO.	TYPE OF TAX	(1)	(2)	(3)	(4)	(5)	(6)
		RATE	TAX BASIS (\$)	TOTAL AMOUNT (1 X 2)	JURISDICTIONAL FACTOR	AMOUNT	AMOUNT CHARGED TO OPERATING EXPENSES
1	FEDERAL UNEMPLOYMENT	0.008	\$175,091	\$1,401		\$1,401	\$1,401
2	STATE UNEMPLOYMENT	0.001	\$175,091	\$175		\$175	\$175
3	FICA	0.0765	\$175,091	\$13,394		\$13,394	\$13,394
4	FEDERAL VEHICLE			\$0		\$0	\$0
5	INTANGIBLE TAXES			\$0		\$0	\$0
6	REGULATORY ASSESSMENT FEE	0.00503	\$393,803	\$1,981		\$1,981	\$1,981
7	TANGIBLE TAXABLE	1.025	\$7,120	\$7,298		\$7,298	\$7,298
8	GROSS RECEIPTS			\$0		\$0	\$0
9	FRANCHISE FEE			\$0		\$0	\$0
10	OCCUPATIONAL LICENSE			\$0		\$0	\$0
11	OTHER (PLEASE LIST)			\$0		\$0	\$0
12							
13							
14	TOTALS			<u>\$24,249</u>		<u>\$24,249</u>	<u>\$24,249</u>