1		BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION
2		DIRECT TESTIMONY OF
3		COREY ZEIGLER
4		ON BEHALF OF
5		DUKE ENERGY FLORIDA
6		DOCKET NO. 130007-EI
7		AUGUST 30, 2013
8		
9	Q.	Please state your name and business address.
10	A.	My name is Corey Zeigler. My business address is 299 First Avenue North, St.
11		Petersburg, Florida 33701.
12		
13	Q.	Have you previously filed testimony before this Commission in Docket No.
14		130007-EI?
15	A:	Yes, I provided direct testimony on April 1, 2013 and August 1, 2013.
16		
17	Q.	Has your job description, education background or professional experience
18		changed since that time?
19	A:	No.
20		
21	Q.	What is the purpose of your testimony?
22	A.	The purpose of my testimony is to provide estimates of costs that will be
23		incurred in the year 2014 for Duke Energy Florida's (DEF or Company)

1		Substation Environmental Investigation, Remediation and Pollution Prevention
2		Program (Project 1 & 1a), Distribution System Environmental Investigation,
3		Remediation, and Pollution Prevention Program (Project 2) and the Sea Turtle
4		Coastal Street Lighting Program (Project 9).
5		
6	Q.	Have you prepared or caused to be prepared under your direction,
7		supervision or control any exhibits in this proceeding?
8	A.	Yes. I am co-sponsoring the following portions of the schedule Exhibit No
9		(TGF-5) to Thomas G. Foster's direct testimony:
10		• 42-5P page 1 of 21 - Substation Environmental Investigation,
11		Remediation, and Pollution Prevention.
12		• 42-5P page 2 of 21 - Distribution System Environmental Investigation,
13		Remediation, and Pollution Prevention.
14		• 42-5P page 10 of 20 - Sea Turtle - Coastal Street Lighting.
15		
16	Q.	What costs does DEF expect to incur in 2014 in connection with the
17		Substation System Investigation, Remediation and Pollution Prevention
18		Program (Project 1 & 1a)?
19	A.	DEF estimates O&M costs of approximately \$1.9 million at 38 sites for the
20		Substation System Investigation, Remediation and Pollution Prevention
21		Program.
22		

1	Q.	What steps is the Company taking to ensure that the level of expenditures
2		for the Substation System Program is reasonable and prudent?
3	A.	DEF works annually with the Florida Department of Environmental Protection
4		(FDEP) to determine specific substation sites to remediate to ensure compliance
5		with FDEP criteria. To ensure the level of expenditures is reasonable and
6		prudent, DEF closely monitors remediation work and provides quarterly reports
7		to the FDEP on progress made remediating sites.
8		
9	Q.	What costs does DEF expect to incur in 2014 in connection with the
10		Distribution System Investigation, Remediation and Pollution Prevention
11		Program (Project 2)?
12	A.	DEF estimates O&M costs of approximately \$16,000 to perform remediation at
13		1 site and monitoring at 5 sites for the Distribution System Investigation,
14		Remediation and Pollution Prevention Program. This estimate assumes 1
15		single-phase transformer site at an average cost of \$10,800 per site and deviation
16		sampling costs of \$1,000 per site at 5 sites. The average cost per site was based
17		upon DEF's analysis of the prior two years of invoices associated with the
18		remediation of transformer sites.
19		
20	Q.	What steps is the Company taking to ensure that the level of expenditures
21		for the Distribution System program is reasonable and prudent?

1	A.	To ensure the level of expenditures is reasonable and prudent, DEF closely
2		monitors remediation work and provides quarterly reports to the FDEP on
3		progress made remediating sites.
4		
5	Q.	What costs does DEF expect to incur in 2014 in connection with the Sea
6		Turtle/Street Lighting Program (Project 9)?
7	A.	DEF estimates capital and O&M expenses of approximately \$2,100 and \$500,
8		respectively, for the Sea Turtle/Street Lighting Program to ensure compliance
9		with sea turtle ordinances in Franklin, Gulf, and Pinellas Counties and the City
10		of Mexico Beach.
11		
12	Q.	What steps is the Company taking to ensure that the level of expenditures
13		for the Sea Turtle/Street Lighting Program is reasonable and prudent?
14	A.	DEF cooperates with local governments and regulatory agencies to develop
15		compliance plans that allow flexibility to make only those modifications
16		necessary to achieve compliance. DEF ensures that evaluation of each
17		streetlight requiring modification occurs so that only those activities necessary
18		to achieve compliance are performed in a reasonable and prudent manner. In
19		addition, DEF evaluates emerging technologies and incorporates their use where
20		reasonable and prudent.
21		
22	Q.	Does this conclude your testimony?
23	A.	Yes.