FILED JAN 23, 2014 DOCUMENT NO. 00377-14 FPSC - COMMISSION CLERK



Public Serbice Commission

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD TALLAHASSEE, FLORIDA 32399-0850

## -M-E-M-O-R-A-N-D-U-M-

DATE: January 23, 2014

**TO:** Office of Commission Clerk (Stauffer)

FROM:	Office of the General Counsel (Klancke) (MK) Division of Economics (Rome) (MK) EN PO J. J. J.
	ELU

- **RE:** Docket No. 130267-EU Joint petition for approval of territorial agreement in Orange County by the City of Winter Park and Duke Energy Florida, Inc.
- AGENDA: 02/04/14 Regular Agenda Proposed Agency Action Interested Persons May Participate

COMMISSIONERS ASSIGNED: All Commissioners

**PREHEARING OFFICER:** Balbis

CRITICAL DATES: None

SPECIAL INSTRUCTIONS: None

### **Case Background**

On November 6, 2013, the City of Winter Park (Winter Park) and Duke Energy Florida, Inc. (DEF) filed a joint petition for approval of a territorial agreement (agreement) in Orange County. In Order No. PSC-05-0453-PAA-EI, the Commission granted DEF's petition to relieve it of the statutory obligation to provide certain customers within the City of Winter Park with electrical service, thereby delineating the territorial boundary established in the 2003 award regarding Winter Park's purchase of a portion of DEF's distribution system.<sup>1</sup> The proposed agreement would more clearly define the boundaries of each utility's service area to allow for improvement or expansion by Winter Park or DEF without the threat of territorial disputes

<sup>&</sup>lt;sup>1</sup> See Order No. PSC-05-0453-PAA-EI, issued April 28, 2005, in Docket No. 050117-EI, <u>In re: Petition to relieve</u> <u>Progress Energy Florida, Inc. of the statutory obligation to provide electrical service to certain customers within the</u> <u>City of Winter Park, pursuant to Section 366.03 and 366.04, F.S.</u> As of April 29, 2013, Progress Energy Florida, Inc.'s name was changed to Duke Energy Florida, Inc.

Docket No. 130267-EU Date: January 23, 2014

arising in the future. If approved, the agreement would result in the transfer of 11 customers from DEF to Winter Park. The Commission has jurisdiction over the matter pursuant to Section 366.04, Florida Statutes (F.S.).

### **Discussion of Issues**

**<u>Issue</u> 1**: Should the Commission approve the joint petition for approval of the territorial agreement in Orange County between Winter Park and DEF?

**<u>Recommendation</u>**: Yes. The territorial agreement between Winter Park and DEF will not cause a detriment to the public interest; therefore, it should be approved. (Klancke, Rome)

**Staff Analysis**: Pursuant to Section 366.04(2)(d), F.S., the Commission has the jurisdiction to approve territorial agreements between and among rural electric cooperatives, municipal electric utilities, and other electric utilities. Rule 25-6.0440(2), Florida Administrative Code (F.A.C.), provides that in approving territorial agreements, the Commission may consider the reasonableness of the purchase price of any facilities being transferred, the likelihood that the agreement will not cause a decrease in the reliability of electric service to existing or future ratepayers, and the likelihood that the agreement will eliminate existing or potential uneconomic duplication of facilities. Unless the Commission determines that the agreement will cause a detriment to the public interest, the agreement should be approved. <u>Utilities Commission of the City of New Smyrna Beach v. Florida Public Service Commission</u>, 469 So. 2d 731 (Fla. 1985).

The joint petitioners desire to clearly delineate the territorial boundaries in Orange County in their entirety through this agreement in order to gain further operational efficiencies and customer service improvements in Orange County, while continuing to eliminate circumstances giving rise to the uneconomic duplication of service facilities and hazardous situations. A copy of the agreement and associated maps delineating the respective territorial areas of Winter Park and DEF is included in Attachment A. Pursuant to Section 1.9, the proposed effective date of the agreement is the date on which a Consummating Order is issued by the Commission, provided no timely protests to the Commission's Proposed Agency Action Order are filed. The duration of the agreement would be 20 years from the effective date.

The petitioners state that in accordance with Rule 25-6.0440(1)(d), F.A.C., the 11 customers (2 residential, 9 commercial) to be transferred from DEF to Winter Park pursuant to this agreement were notified by mail of the transfer and a description of the difference between DEF's and Winter Park's rates was provided. DEF will apply customers' deposits to their last electric bill and will directly refund any surplus. With regard to the degree of acceptance by affected customers, the petitioners state that no negative responses to the notification letters have been received. The joint petitioners expect that all transfers of customers will be completed within 24 months of the effective date of the agreement and will notify the Commission in writing if circumstances require additional time.

It appears that the proposed agreement will eliminate the potential uneconomic duplication of facilities and will not cause a decrease in the reliability of electric service. Therefore, based on the above, staff believes that the proposed territorial agreement will not cause a detriment to the public interest and should be approved.

Docket No. 130267-EU Date: January 23, 2014

**Issue 2**: Should this docket be closed?

**<u>Recommendation</u>**: Yes. If no person whose interests are substantially affected timely files a protest to the Commission's Proposed Agency Action Order, this docket should be closed upon issuance of a Consummating Order. (Klancke)

<u>Staff Analysis</u>: If no person whose interests are substantially affected timely files a protest to the Commission's Proposed Agency Action Order, this docket should be closed upon issuance of a Consummating Order.

# Attachment 1

#### **TERRITORIAL AGREEMENT**

Section 0.1: The City of Winter Park ("Winter Park"), and Duke Energy Florida, Inc. d/b/a Duke Energy, ("DEF") (collectively, the "Parties") enter into this Territorial Agreement ("Agreement") on this 21st day of October, 2013.

#### WITNESSETH:

Section 0.2: WHEREAS, Winter Park and DEF are each authorized, empowered and obligated by their corporate charter and laws of the State of Florida to furnish retail electric service to persons upon request within their respective service areas in Orange County; and

Section 0.3: WHEREAS, in Docket No. 050117, the Florida Public Service Commission granted DEF's (under its former name) *Petition of Progress Energy Florida, Inc. to Relieve It of the Statutory Obligation to Provide Certain Customers Within the City of Winter Park with Electrical Service,* delineating the territorial boundary established in the 2003 arbitration award regarding Winter Park's purchase of a portion of DEF's distribution system.

Section 0.4: WHEREAS, the Parties desire to clearly delineate the territorial boundaries in Orange County in their entirety through this Agreement in order to gain further operational efficiencies and customer service improvements in Orange County, while continuing to eliminate circumstances giving rise to the uneconomic duplication of service facilities and hazardous situations.

Page 1 of 42

Section 0.5: WHEREAS, the Commission is empowered by the Florida legislature, pursuant to Section 366.04(2)(d), Florida Statutes, to approve territorial agreements, and the Commission, as a matter of long-standing regulatory policy, has encouraged retail territorial agreements between electric utilities subject to its jurisdiction based on its findings that such agreements, when properly established and administered by the parties and actively supervised by the Commission, avoid uneconomic duplication of facilities, promote safe and efficient operations by utilities in rendering electric service provided to their customers, and therefore serve the public interest.

NOW, THEREFORE, in consideration of the mutual covenants and agreements herein contained, which shall be construed as being interdependent, the Parties hereby agree to the Agreement as follows:

#### ARTICLE I

#### DEFINITIONS

Section 1.1: Territorial Boundary Line(s). As used herein, the term "Territorial Boundary Line(s)" shall mean the boundary line(s) depicted on the maps attached hereto as Exhibit A which delineate and differentiate the Parties respective Territorial Areas in Orange County.

Section 1.2: Winter Park Territorial Area. As used herein, the term "Winter Park Territorial Area" shall mean the geographic areas in Orange County allocated to Winter Park as its retail service territory and labeled as

Page 2 of 42

"Winter Park Territorial Area" or "Winter Park" on the maps contained in Exhibit A.

Section 1.3: DEF Territorial Area. As used herein, the term "DEF Territorial Area" shall mean the geographic areas in Orange County allocated to DEF as its retail service territory and labeled as "DEF Territorial Area" or "DEF" on the maps contained in Exhibit A.

<u>Section 1.4</u>: <u>Point of Use</u>. As used herein, the term "Point of Use" shall mean the location within the Territorial Area of a Party where a customer's end-use facilities consume electricity, wherein such Party shall be entitled to provide retail electric service under this Agreement, irrespective of where the customer's point of delivery or metering is located.

<u>Section 1.5</u>: <u>New Customers</u>. As used herein, the term "New Customers" shall mean all customers applying for retail electric service after the Effective Date of this Agreement at a Point of Use in the Territorial Area of either Party.

<u>Section 1.6</u>: <u>Extra-Territorial Customers</u>. As used herein, the term "Extra-Territorial Customers" shall mean those customers served by either Party on the Effective Date of the Agreement who are located within the service territory of the other Party established by such Agreement.

Section 1.7: Temporary Service Customers. As used herein, the term

Page 3 of 42

"Temporary Service Customers" shall mean customers who are being temporarily served under the temporary service provisions of the Agreement.

<u>Section 1.8</u>: <u>Commission</u>. As used herein, the term "Commission" shall mean the Florida Public Service Commission.

<u>Section 1.9:</u> <u>Effective Date.</u> As used herein, the term "Effective Date" shall mean the date on which the final order of the Commission granting approval of this Agreement in its entirety becomes no longer subject to judicial review.

#### ARTICLE II

#### **RETAIL ELECTRIC SERVICE**

Section 2.1: In General. Except as otherwise specifically provided herein, Winter Park shall have the exclusive authority to furnish retail electric service within the Winter Park Territorial Area and DEF shall have the exclusive authority to furnish retail electric service within the DEF Territorial Area. The Territorial Boundary Line shall not be altered or affected by any change that may occur in the corporate limits of any municipality or county lying within the Winter Park or DEF Territorial Area, through annexation or otherwise, unless such change is agreed to in writing by the Parties and approved by the Commission.

<u>Section 2.2</u>: <u>Service to New Customers</u>. The Parties agree that neither of them will knowingly serve or attempt to serve any New Customer whose

Page 4 of 42

Point of Use is located within the Territorial Area of the other Party, except as specifically provided in Sections 2.3 and 4.4 below. However, in those instances where the Territorial Boundary Line traverses the property of an individual New Customer or prospective New Customer, the Party in whose service area the preponderance of the Customer's electric energy usage is expected to occur shall be entitled to serve all of the Customer's usage. With respect to new residential customers, however, the Parties recognize that in some instances, the information needed to locate the various points of the New Customer's usage in relation to the Territorial Boundary Line with reasonable certainty may be unavailable or difficult to determine, and agree that in such event the Party with the greater portion of the New Customer's usage.

Section 2.3: <u>Temporary Service</u>. The Parties recognize that in exceptional circumstances, economic constraints or good engineering practices may indicate that a New Customer's Point of Use either cannot or should not be immediately served by the Party in whose Territorial Area such Point of Use is located. In such instances, upon written request by the Party in whose Territorial Area the New Customer's Point of Use is located, the other Party may, in its sole discretion, agree in writing to temporarily provide service to such New Customer until such time as the requesting Party provides written notice of its intent to serve the Point of Use. Prior to the commencement of temporary service, the Party providing such service shall inform the New

Page 5 of 42

Customer of the temporary nature of its service and that the other Party will ultimately serve the New Customer. Any such agreement for temporary service which lasts, or is anticipated to last, for more than one year shall be submitted to the Commission for approval in accordance with Section 5.1 hereof. Such temporary service shall be discontinued upon written notice from the requesting Party of its intent to provide service, which the Parties shall coordinate to minimize any inconvenience to the customer. In conjunction with such discontinuance, the Party providing temporary service hereunder shall be compensated by the requesting Party in accordance with Section 3.5 for its distribution facilities used exclusively to provide such service. However, the Party providing temporary service hereunder shall not be required to pay the other Party for any loss of revenue associated with the provision of such temporary service, nor shall the Party providing temporary service be required to pay the other party any Going Concern value as set forth in Section 3.3.1.

Further, the existing customers that are being provided temporary service by the Parties as of the Effective Date of this Agreement and listed on Exhibit C, shall be considered New Customers upon approval of this Agreement and shall thereafter be subject to the provisions of this section.

Section 2.4: Referral of Service Request. In the event that a prospective New Customer requests or applies for service from either Party to be provided to a Point of Use located in the Territorial Area of the other Party, the Party

Page 6 of 42

receiving the request or application shall advise the prospective New Customer that such service is not permitted under this Agreement as approved by the Commission, and shall refer the prospective New Customer to the other Party.

<u>Section 2.5</u>: <u>Correction of Inadvertent Service Errors</u>. If any situation is discovered during the term of this Agreement in which either Party is inadvertently providing retail electric service to a customer's Point of Use located within the Territorial Area of the other Party, service to such customer will be transferred to such other Party at the earliest practical time, but in any event within 12 months of the date the inadvertent service error was discovered. Until service by the other Party can be reasonably established, the inadvertent service will be deemed to be temporary service provided and governed in accordance with Section 2.3 above.

#### ARTICLE III

#### TRANSFER OF CUSTOMERS AND FACILITIES

<u>Section 3.1</u>: <u>In General</u>. In order to achieve the operational efficiencies and other benefits contemplated by this Agreement in a timely manner, all Extra-Territorial Customers shall be transferred to the Party in whose Territorial Area such customers are located at the earliest practical time, consistent with sound utility practices and reasonable customer notice. The Parties expect the transfer of any Extra-Territorial Customers to be completed

Page 7 of 42

within twenty-four (24) months of the Effective Date and will notify the Commission in writing if circumstances require additional time to complete the transfer.

Section 3.2: Extra-Territorial Customers. The Extra-Territorial Customers, which includes Temporary Service Customers being served as of the Effective Date of this Agreement, are located in the Winter Park Territorial Area identified in Exhibit B, and listed on Exhibit C and Exhibit D, hereto. The Extra-Territorial Customers served by DEF on the Effective Date of this Agreement and located in the Winter Park Territorial Area in Exhibit B will continue to be served by DEF until such time that those electrical services are disconnected. Any future service within the area depicted on Exhibit B identified as the Winter Park Territorial Area will be considered a New Customer pursuant to Section 1.5, shall be served by Winter Park, and shall be subject to the compensation provisions in Section 3.3.2. The Extra-Territorial customers listed on Exhibit C were transferred to Winter Park and are currently being served on a temporary basis by Winter Park at the request of DEF and shall be considered New Customers and shall be subject to the compensation provisions in Section 3.3.1 upon approval of this Agreement.

Section 3.3: Compensation for Existing and Future Transferred Customers.

<u>Section 3.3.1</u>: <u>Going Concern Customers.</u> For the temporary service customers listed on Exhibit C, and the customers listed on Exhibit D, upon

Page 8 of 42

approval of the Agreement, the receiving Party shall compensate the transferring Party, for each customer account transferred, an amount equal to two and one-half (2.5) multiplied by (a) the transferring Party's total revenues from the sale of electric service (including the customer, fuel and demand charges but excluding taxes and fees) to such account during the most recent 12 complete billing months available at the time of transfer, or (b) if service was provided for less than 12 complete billing months, the average monthly amount of such revenues multiplied by 12. In the case of a customer account that was not billed for any part of the preceding 12 billing months, the amount to be paid for the transfer of such account shall be the transferring Party's prevailing average annual amount of such revenues from customers of the same class (i.e., residential, commercial, etc.) multiplied by 2.5. In addition, the same compensation methodology shall be followed for the total revenues (including pole rental and fixture maintenance charges) of each transferred street or security lighting account.

The Going Concern payments made for the customers listed on Exhibit C and Exhibit D will be deducted from future Going Concern payments (calculated under Section 3.3.2) made for New Customers in the same location as the customers listed on Exhibit C and depicted on Exhibit E and New Customers in the same location as the customers listed on Exhibit D. For purposes of this subsection, the area in which the customers on Exhibit C are located is depicted on the map in Exhibit E.

Page 9 of 42

Section 3.3.2: Compensation for Future Customers. For New Customers that initiate service during the term of this Agreement within the area identified in Exhibit B, Winter Park shall provide DEF one year's history of billed revenues for these customers within sixty (60) days of the one-year anniversary of the New Customer's electric service. Winter Park will compensate DEF for each customer account transferred an amount equal to two and one-half (2.5) multiplied by (a) the transferring Party's total revenues from the sale of electric service (including the customer, fuel and demand charges but excluding taxes and fees) to such account during the most recent 12 complete billing months available at the time of transfer, or (b) if service was provided for less than 12 complete billing months, the average monthly amount of such revenues multiplied by 12. In addition, the same compensation methodology shall be followed for the total revenues (including pole rental and fixture maintenance charges) of each transferred street or security lighting account. The transferring Party shall have the right to audit the books and records of the receiving Party as they relate to the billing and revenues used to calculate the compensation to the transferring Party.

Section 3.4: Transfer of Related Service Facilities. In conjunction with the transfer of Extra-Territorial Customers pursuant to Sections 3.1 and 3.2 above, the receiving Party may purchase the electric distribution facilities of the transferring Party used exclusively for providing electric service to the

Page 10 of 42

transferred customers for an amount determined in accordance with Section 3.5 below.

Section 3.5: Compensation for Transferred Facilities. If service facilities are transferred pursuant to Section 3.4 above, the receiving Party shall compensate the transferring Party an amount based upon the replacement cost (new), less depreciation calculated on a straight line basis over the life of the asset (facility) as determined from the transferring Party's books and records, and the cost to the transferring Party for reintegration of its remaining system to the extent such reintegration costs are reasonably required by sound utility practices. The replacement cost shall be determined by applying a cost escalator such as the Handy Whitman Index or a common engineering cost estimation methodology to the original cost, as long as both Parties apply the same escalation method.

Section 3.6: Transfer Closings. The Parties shall mutually agree on a closing date for each transfer, allowing sufficient time for the Parties to identify the customers and facilities to be transferred; to determine the compensation for transferred customers and facilities; and to prepare the appropriate closing statements, assignments and other instruments to transfer and convey the transferring party's interest in the electric distribution facilities to the receiving party pursuant to Section 3.4 above.

Page 11 of 42

Section 3.7: Time of Payment. Compensation applicable under Section 3.3.1 shall be paid to the transferring Party by the receiving Party for Extra-Territorial Customers listed on Exhibit C upon approval of the Agreement, and for Extra-Territorial Customers listed on Exhibit D at the completion of the customer transfers, and shall be made in cash within 60 days of the presentation of an invoice from the transferring Party. Additionally, compensation for customers applicable under Section 3.3.2 shall be paid to the transferring Party after completing one year of service provided by the receiving Party and in shall be made in cash within 60 days of the presentation of an invoice from the transferring Party after party after completing one year of service provided by the receiving Party and in shall be made in cash within 60 days of the presentation of an invoice from the transferring Party.

<u>Section 3.8:</u> <u>Transfer Instruments</u>. For each transfer made under this Agreement, the transferring Party will make, execute, and deliver to the receiving Party a conveyance, deed or other instrument of transfer, as is appropriate, in order to convey all rights, titles and interests of the transferring Party in any facilities, rights-of-way, easements, road permits, or other rights to the receiving Party.

#### ARTICLE IV

#### **OPERATION AND MAINTENANCE**

<u>Section 4.1</u>: <u>Facilities to Remain</u>. Other than as expressly provided for herein, no generating plant, transmission line, substation, distribution line or related equipment shall be subject to transfer or removal hereunder; provided,

Page 12 of 42

however, that each Party shall operate and maintain its lines and facilities in a manner that minimizes any interference with the operations of the other Party.

Section 4.2: Winter Park Facilities to be Served. Nothing herein shall be construed to prevent or in any way inhibit the right and authority of Winter Park to serve any Winter Park facility located in a DEF Territorial Area which is used exclusively in connection with Winter Park's business as an electric utility; provided, however, that Winter Park shall construct, operate, and maintain said lines and facilities in such manner as to minimize any interference with the operation of DEF in the DEF Territorial Area.

Section 4.3: <u>DEF Facilities to be Served</u>. Nothing herein shall be construed to prevent or in any way inhibit the right and authority of DEF to serve any DEF facility located in the Winter Park Territorial Area which is used exclusively in connection with DEF business as an electric utility; provided, however, that DEF shall construct, operate, and maintain said lines and facilities in such manner as to minimize any interference with the operation of Winter Park in the Winter Park Territorial Area.

<u>Section 4.4</u>: <u>Retail Service at Facility Sites</u>. Where either Party serves any of its facilities located in the Territorial Area of the other Party pursuant to Sections 4.3 or 4.4 above, such Party may provide limited retail service on the site of the facility to prevent potential safety hazards or unsound operating conditions that would result from the construction and maintenance of lines

Page 13 of 42

and related facilities by the other Party to provide retail service at the site. As used in this section, limited retail service shall mean no more than three separate retail accounts with a combined load of 25 kW or less at any such site.

#### ARTICLE V

#### PREREQUISITE APPROVAL

Section 5.1: Commission Approval. The provisions and the Parties performance of this Agreement are subject to the regulatory authority of the Commission, and appropriate approval by the Commission of this Agreement in its entirety shall be an absolute condition precedent to the validity, enforceability and applicability hereof. This Agreement shall have no effect whatsoever until Commission approval has been obtained. Any proposed modification to this Agreement shall be submitted to the Commission for approval. In addition, the Parties agree to jointly petition the Commission to resolve any dispute concerning the provisions of this Agreement or the Parties performance hereunder.

Section 5.2: Liability in the Event of Disapproval. In the event approval of the Commission pursuant to Section 5.1 is not obtained, neither Party will have any claim against the other arising under this Agreement.

<u>Section 5.3</u>: <u>Supersedes Prior Agreements</u>. Upon approval by the Commission, this Agreement shall be deemed to specifically supersede all prior

Page 14 of 42

agreements between the Parties regarding their respective retail service areas in Orange Counties.

#### ARTICLE VI

#### DURATION

<u>Section 6.1</u>: <u>Term</u>. This Agreement shall continue and remain in effect for a period of twenty (20) years from the Effective Date.

#### **ARTICLE VII**

#### CONSTRUCTION OF AGREEMENT

Section 7.1: Other Electric Utilities. Nothing in this Agreement is intended to define, establish or affect in any manner the right of either Party to furnish retail electric service with any other electric utility that is not a party to this Agreement. The Parties understand that Winter Park or DEF may, from time to time, and subject to Commission approval, enter into territorial agreements with other electric utilities that have adjacent or overlapping service areas and that, in such event, nothing herein shall be construed to prevent Winter Park or DEF from designating any portion of its Territorial Area under this Agreement as the retail service area of such other electric utility.

<u>Section 7.2</u>: <u>Bulk Power for Resale</u>. Nothing herein shall be construed to prevent either Party from providing a bulk power supply for resale purposes, regardless of where the purchaser for resale may be located. Further, no other

Page 15 of 42

section or provision of this Agreement shall be construed as applying to a bulk power supply for resale purposes.

Section 7.3: Intent and Interpretation. It is hereby declared to be the purpose and intent of the Parties that this Agreement shall be interpreted and construed, among other things, to further this State's policy of actively regulating and supervising the service territories of electric utilities; supervising the planning, development, and maintenance of a coordinated electric power grid throughout Florida; avoiding uneconomic duplication of generation, transmission and distribution facilities; and encouraging the installation and maintenance of facilities necessary to fulfill the Parties respective obligations to serve.

#### ARTICLE VIII

#### MISCELLANEOUS

Section 8.1: Negotiations. Whatever terms or conditions may have been discussed during the negotiations leading up to the execution of this Agreement, the only terms and conditions agreed upon are those set forth herein, and no alteration, modification, enlargement or supplement to this Agreement shall be binding upon either of the Parties unless agreed to in writing by both Parties, and approved by the Commission.

<u>Section 8.2</u>: <u>Successors and Assigns</u>. Nothing in this Agreement expressed or implied is intended or shall be construed to confer upon or give to

Page 16 of 42

any person or corporation, other than the Parties, any right, remedy or claim under or by reason of this Agreement or any provision or conditions hereof; and all of the provisions, representations, covenants and conditions herein contained shall inure to the sole benefit of and shall be binding only upon the Parties and their respective representatives, successors and assigns.

<u>Section 8.3</u>: <u>Notices</u>. Notices and other written communications contemplated by this Agreement shall be deemed to have been given if sent by certified mail, postage prepaid, by prepaid private courier, or by confirmed facsimile transmittal, as follows:

To WINTER PARK:

To DEF:

City Manager	Manager, Public Policy &
City of Winter Park	Constituency Relations
401 Park Avenue, South	Duke Energy Florida, Inc. P.O. Box 14042
Winter Park, Florida 32789	St. Petersburg, Florida 33733 Facsimile 727-820-5044
	Facsimile / 2/-820-3044

Either Party may change its designated representative or address to which such notices or communications shall be sent by giving written notice thereof to the other Party in the manner herein provided.

IN WITNESS WHEREOF, the Parties have caused this Agreement to be executed in their respective corporate names and their corporate seals affixed by their duly authorized officers on the day and year first above written.

Page 17 of 42

DUKE ENERGY FLORIDA, INC. ATTEST: B State President (SEAL) CITY OF WINTER PARK Mayor Bouldand ATTEST:

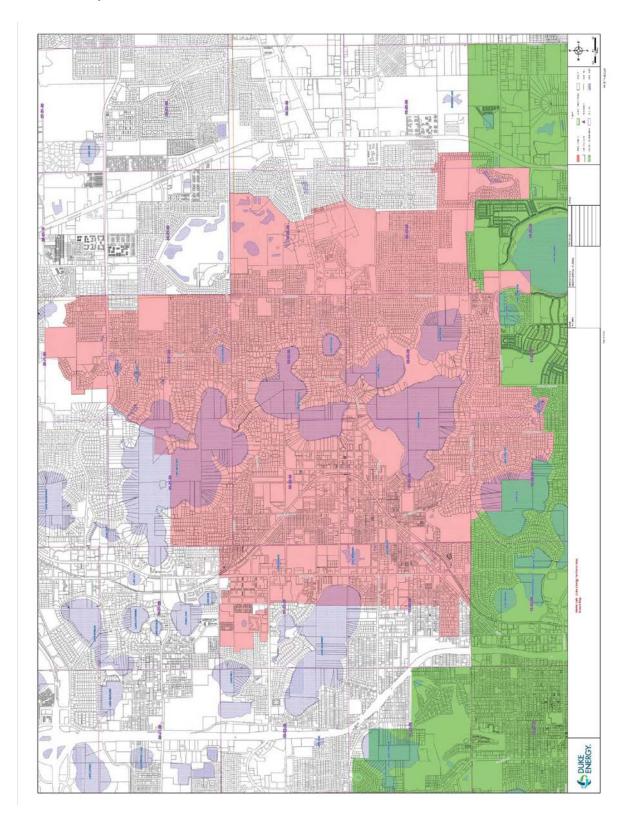
(SEAL)

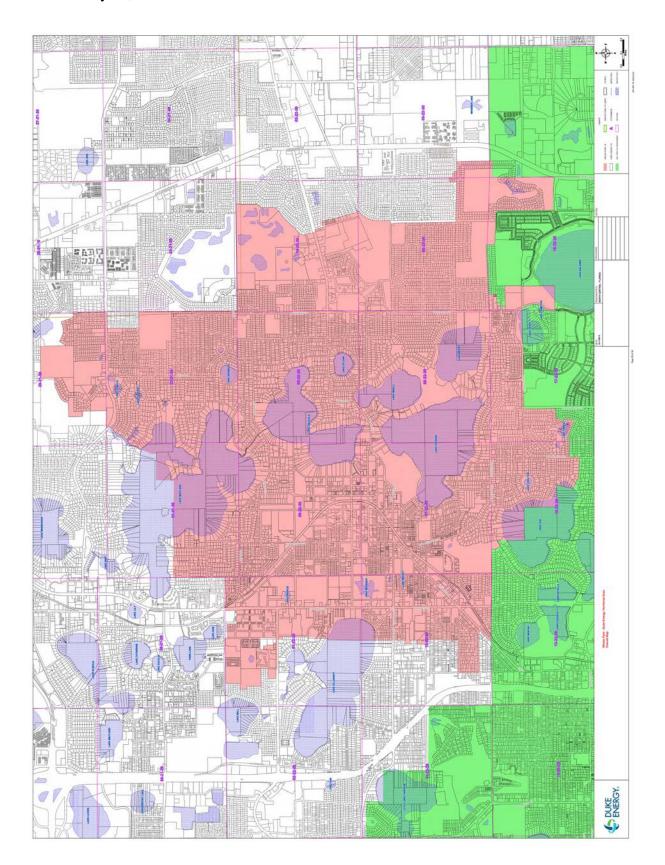
Page 18 of 42

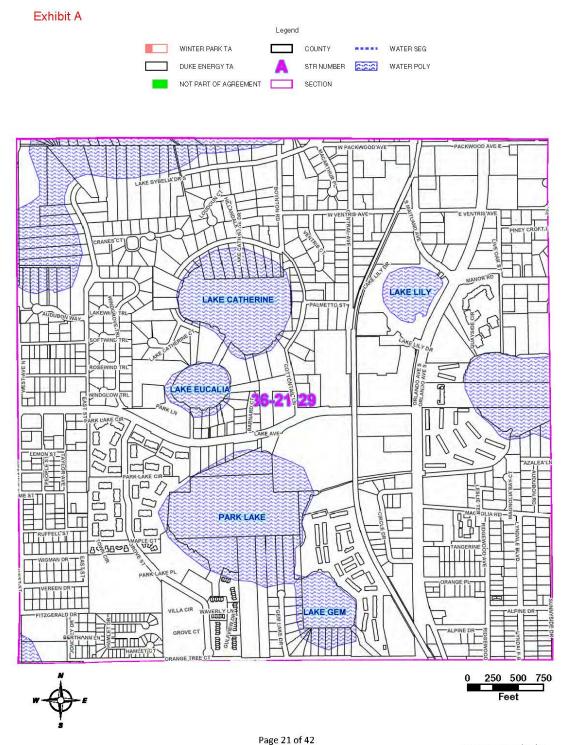
# Ехнівіт А

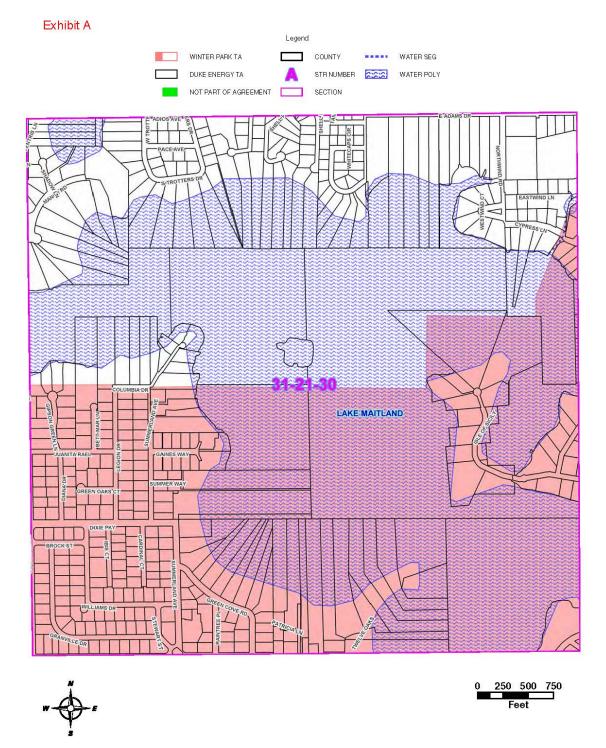
# MAPS DEPICTING THE TERRITORIAL BOUNDARY LINES AND SERVICE TERRITORIES OF WINTER PARK AND DEF

Page **19** of **42** 

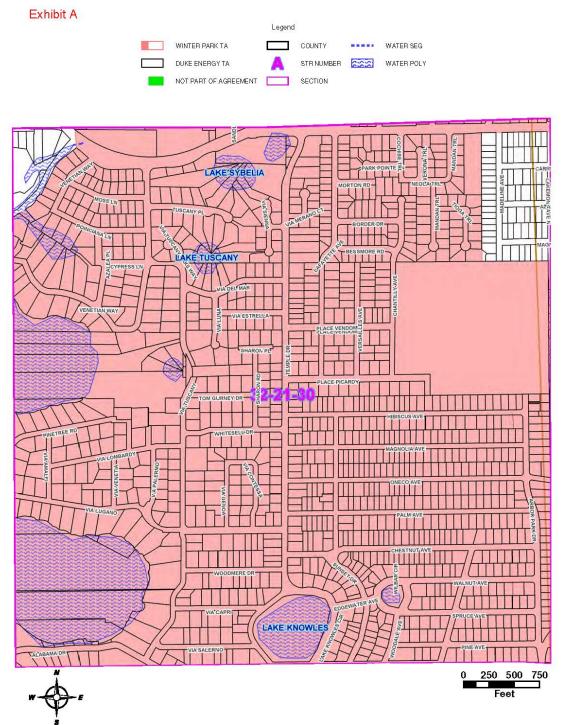




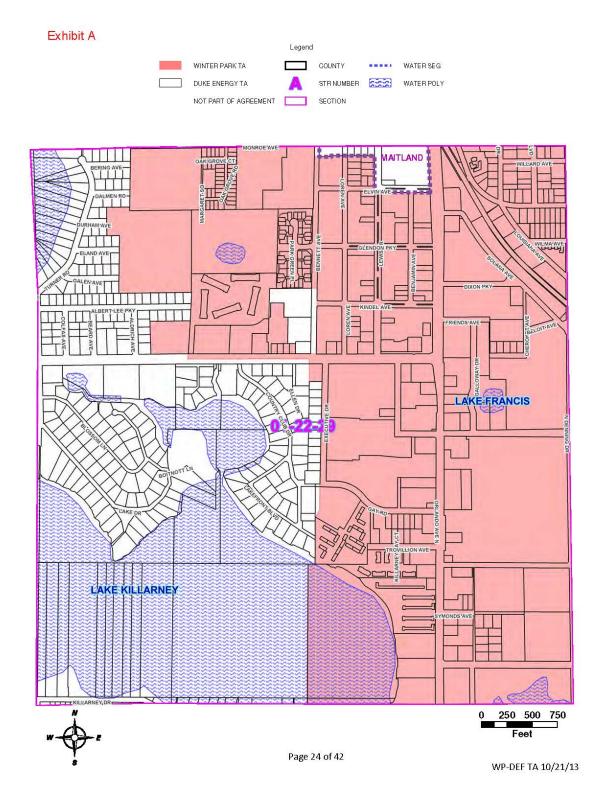


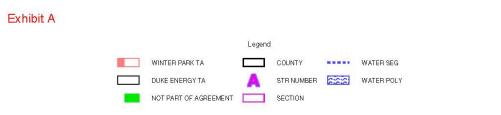


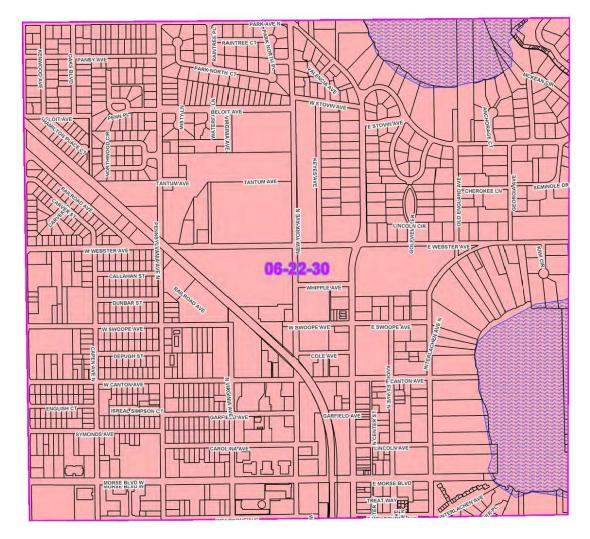
Page 22 of 42



Page 23 of 42



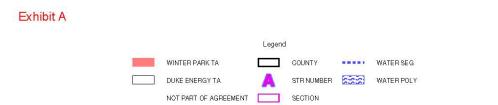


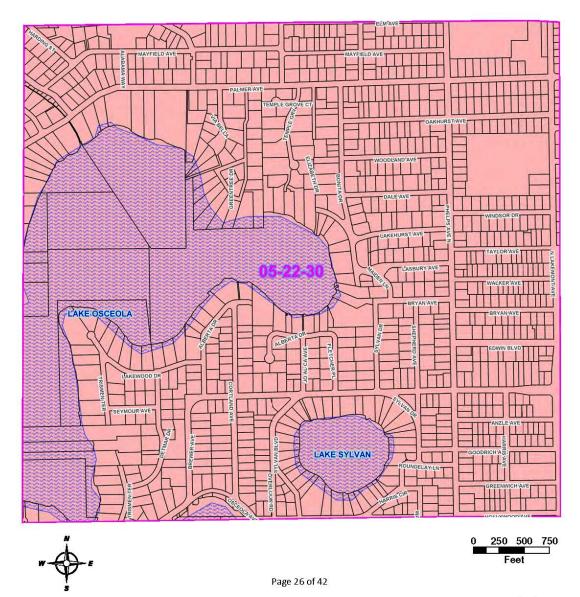


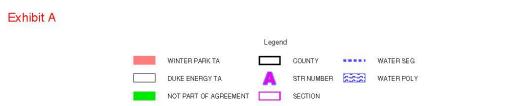


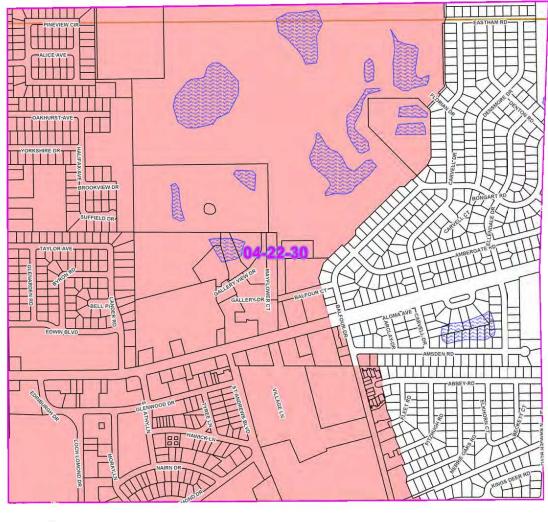


Page 25 of 42

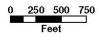




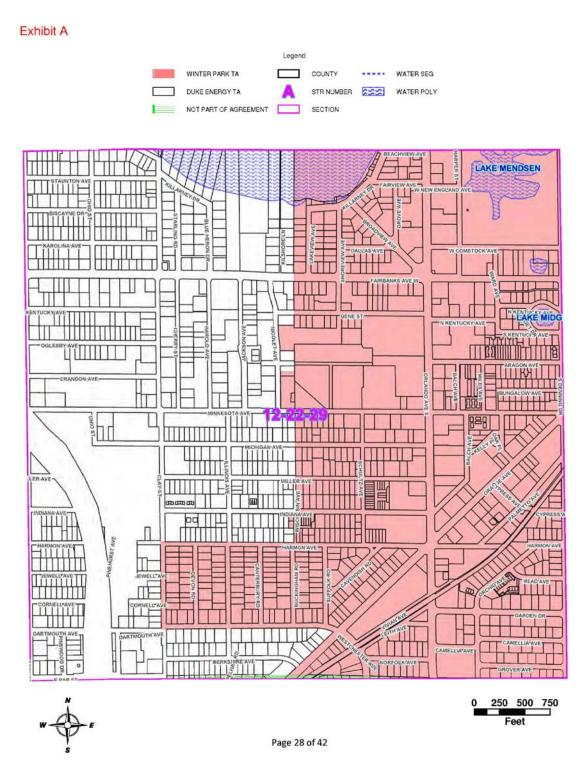


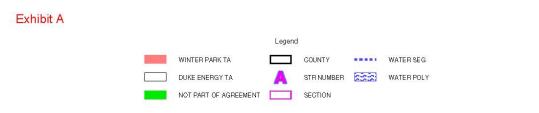


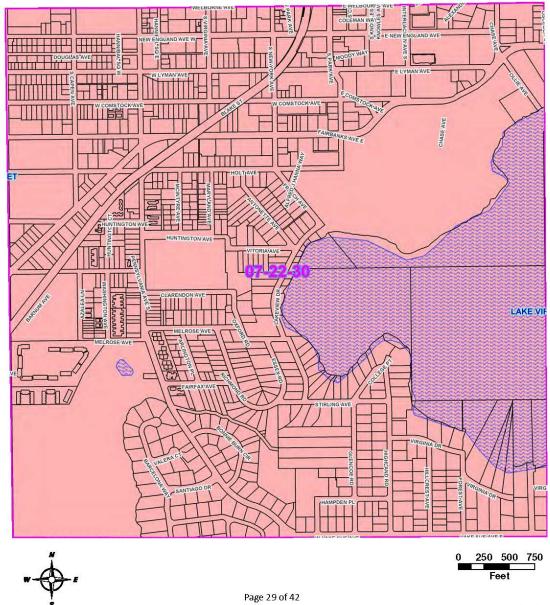


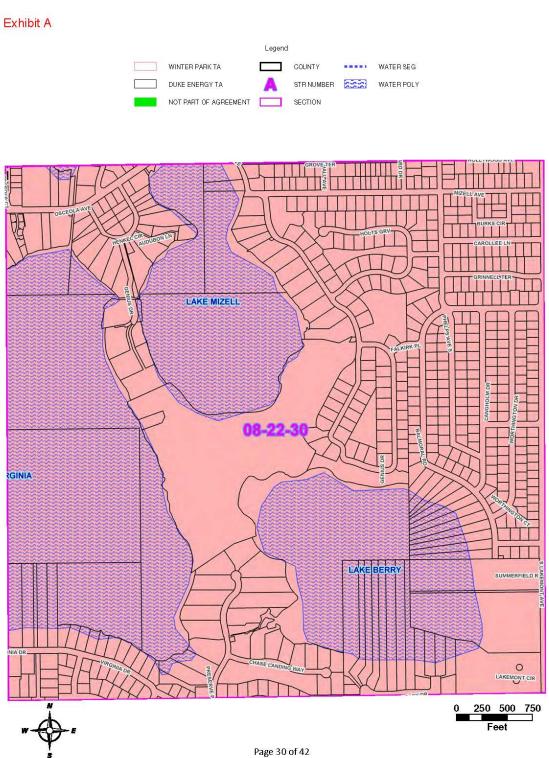


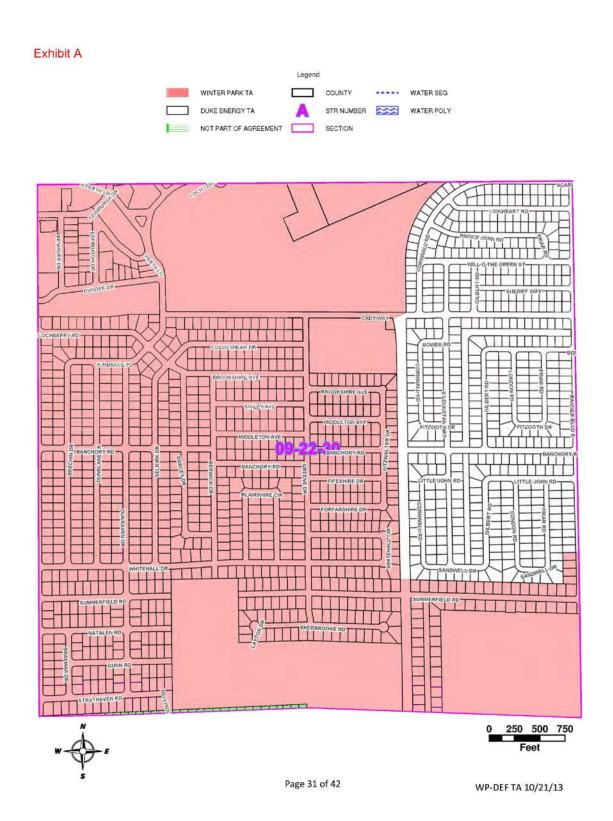
Page 27 of 42

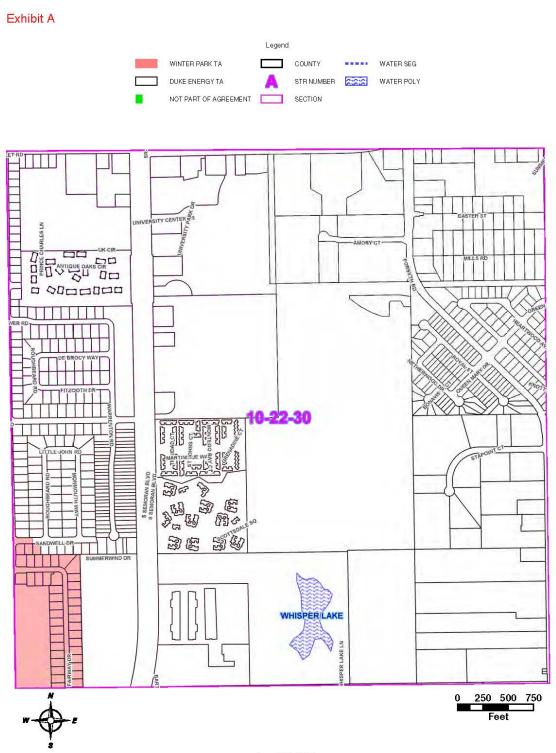




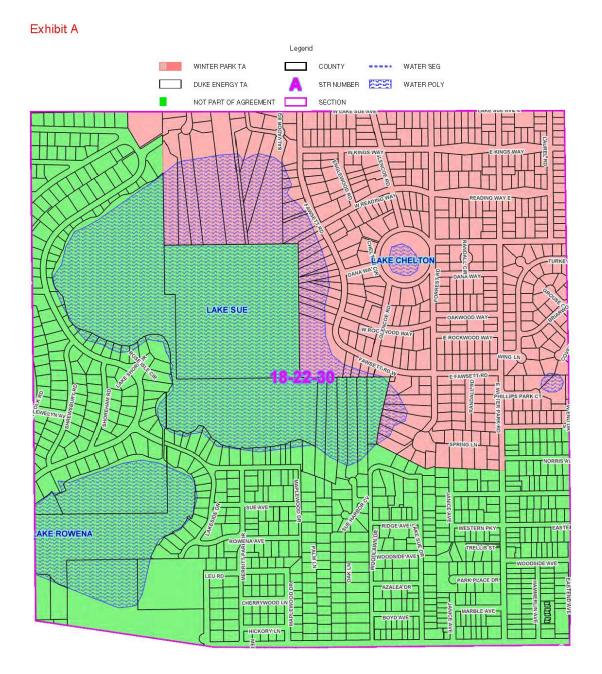








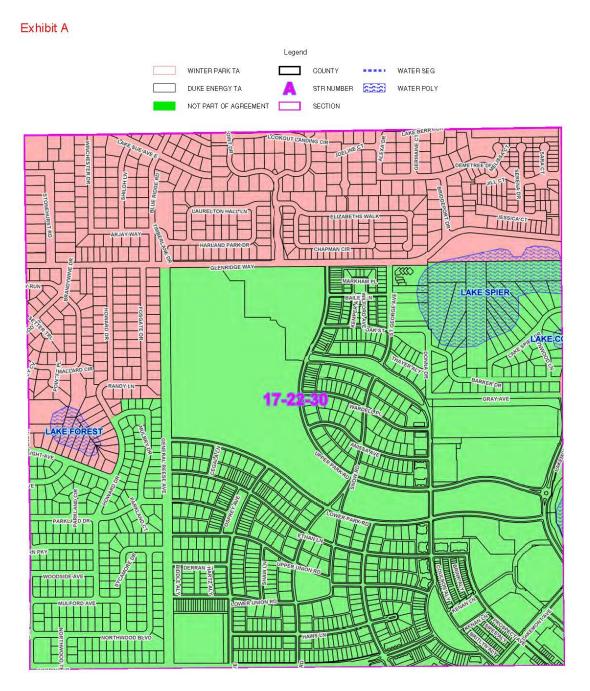
Page 32 of 42



•



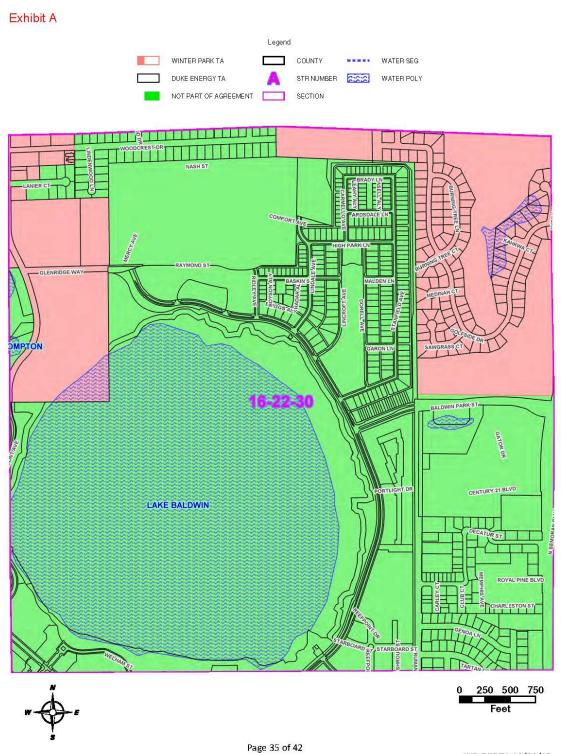
Page 33 of 42

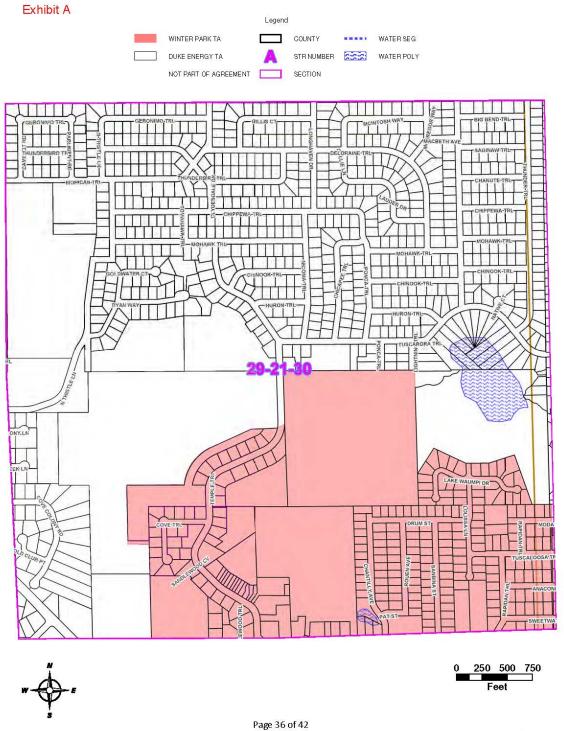






Page 34 of 42

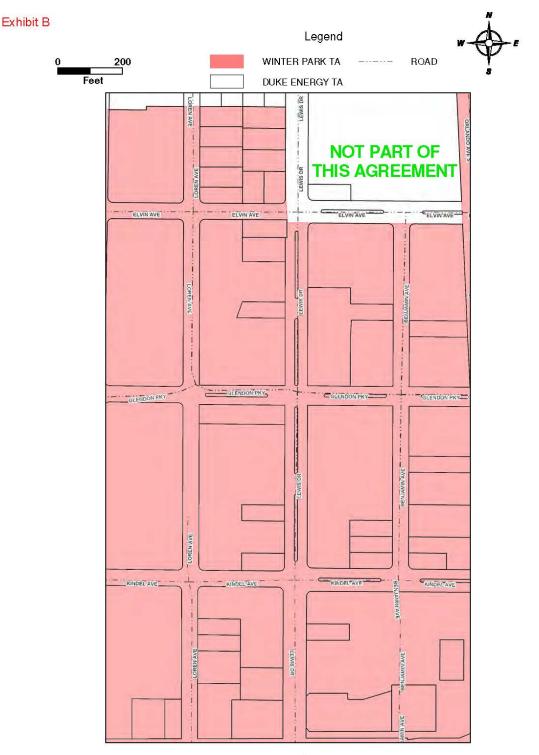




Ехнівіт В

### LOCATION OF ALL EXTRA-TERRITORIAL CUSTOMERS INCLUDING CUSTOMERS LISTED ON EXHIBIT C AND EXHIBIT D

Page 37 of 42



Page 38 of 42

# Ехнівіт С

#### TEMPORARY SERVICE EXTRA-TERRITORIAL CUSTOMERS TRANSFERRED FROM DEF TO WINTER PARK

		Number
Fuji Sushi	1449 Lee Road, Winter Park, FL 32789	474629794
Fortis Enterprises LLC	933 Lewis Drive, Suite A, Winter Park, FL 32789	474627782
Savage Partners LLC	933 Lewis Drive, Suite B, Winter Park, FL 32789	474628788
Savage Partners LLC	933 Lewis Drive, Suite C, Winter Park, FL 32789	474628285
Savage Partners LLC	933 Lewis Drive, Winter Park, FL 32789	474629291
Precision Paint	989 Lewis Drive, Winter Park, FL 32789	605537556
Brannon Construction	1006 Lewis Drive, Winter Park, FL 32789	474611183
Valerie Campos	1101 Lewis Drive, Winter Park, FL 32789	474622249
Raymond Naffke (light)	1101 Lewis Drive, Winter Park, FL 32789	193419159
	Fortis Enterprises LLC Savage Partners LLC Savage Partners LLC Savage Partners LLC Precision Paint Brannon Construction Valerie Campos	Fortis Enterprises LLC933 Lewis Drive, Suite A, Winter Park, FL 32789Savage Partners LLC933 Lewis Drive, Suite B, Winter Park, FL 32789Savage Partners LLC933 Lewis Drive, Suite C, Winter Park, FL 32789Savage Partners LLC933 Lewis Drive, Winter Park, FL 32789Precision Paint989 Lewis Drive, Winter Park, FL 32789Brannon Construction1006 Lewis Drive, Winter Park, FL 32789Valerie Campos1101 Lewis Drive, Winter Park, FL 32789

Page 39 of 42

## EXHIBIT D

#### EXTRA-TERRITORIAL CUSTOMERS TO BE SERVED BY WINTER PARK

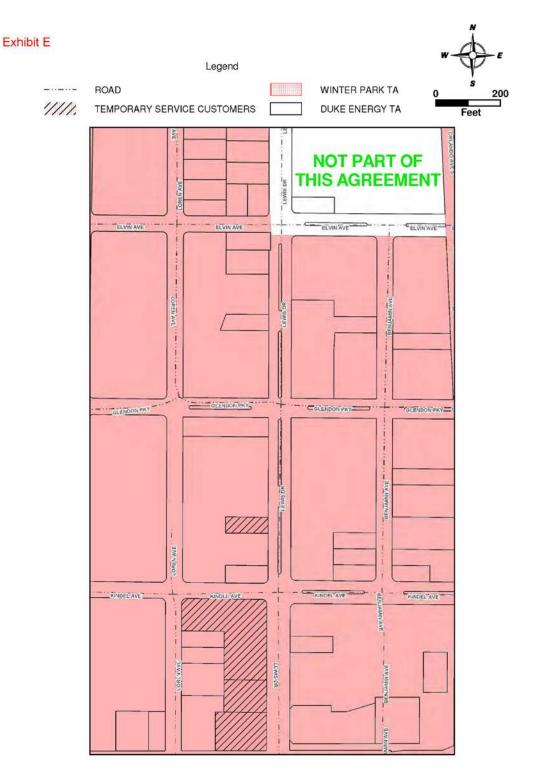
No.	Name	Service Address	Premise Number
1.	Lin Ha Corporation (Dryclean World)	1451 Lee Road, Winter Park, FL 32789	474630297
2.	Tetra Tech EC Inc.	1451 Lee Road, Winter Park, FL 32789	874295939

Page 40 of 42

Ехнівіт Е

## LOCATION OF EXHIBIT C EXTRA-TERRITORIAL CUSTOMERS

Page **41** of **42** 



Page 42 of 42