FILED APR 22, 2015 DOCUMENT NO. 02231-15 FPSC - COMMISSION CLERK

MACFARLANE FERGUSON & McMullen

ATTORNEYS AND COUNSELORS AT LAW

ONE TAMPA CITY CENTER, SUITE 2000 201 NORTH FRANKLIN STREET P.O. BOX 1531 (ZIP 33601) TAMPA, FLORIDA 33602 (813) 273-4200 FAX (813) 273-4396

www.mfmlegal.com
EMAIL: info@mfmlegal.com

625 COURT STREET
P. O. BOX 1669 (ZIP 33757)
CLEARWATER, FLORIDA 33756
(727) 441-8966 FAX (727) 442-8470

IN REPLY REFER TO:

Ansley Watson, Jr. P.O. Box 1531 Tampa, Florida 33601 e-mail: aw@macfar.com

April 21, 2015

VIA E-PORTAL

Carlotta S. Stauffer, Director Office of Commission Clerk Florida Public Service Commission 2540 Shumard Oak Boulevard Tallahassee, Florida 32399-0850

Re: Docket No. 150093-GU – Joint petition for approval of territorial agreement in Hardee County, by Peoples Gas System and Sebring Gas System, Inc.

Dear Ms. Stauffer:

Enclosed for filing with the Commission on behalf of Peoples Gas System and Sebring Gas System, Inc., please find responses to the Commission Staff's First Data Request in the above docket.

Thank you for your usual assistance.

Sincerely,

Ansley Watson, Jr.

AWjr/a Enclosures

cc: Norman H. Horton, Jr., Esquire

John Villafrate, Esquire Ms. Kandi M. Floyd

FILED: APRIL 22, 2015

- **1.** Which company served the City of Wachula in the past, and is there some background information we should know about the change?
- A. Natural gas service was not available to the City of Wauchula in the past and therefore no company served it. By Ordinance No. 2014-10, the City of Wauchula granted a non-exclusive franchise to Sebring Gas to provide natural gas within the City; however, service has not yet commenced.

PAGE: 1 OF 1

FILED: APRIL 22, 2015

2. Why is the premise at 205 Hanchey Rd. excluded from the Sebring service area, and service to be provided by PGS? If PGS serves this location in the middle of Sebring's service area, how will uneconomic duplication of facilities be avoided?

Α. Prior to the negotiation of the Territorial Agreement with Sebring Gas, Hardee County expressed interest in a Compressed Natural Gas ("CNG") station at this location and natural gas service from Peoples Gas System ("PGS"). Further, PGS and Hardee County had committed to the construction of the station and PGS's providing gas service to the station. The carve out of this customer from the Territorial Agreement is necessary to keep the agreements made between PGS and the customer (Hardee County) intact since construction of the CNG station has been completed.

If necessary for Sebring to serve customers in this area, and to avoid duplication of service facilities, PGS and Sebring may establish a second interconnect on the PGS main line in this area. From that interconnect, Sebring could proceed to design and build-out their distribution facilities.

PAGE: 1 OF 1

FILED: APRIL 22, 2015

3. In regard to Section 3 of the Agreement, if Sebring determines serving a location would violate good engineering practices or incur economic constraints, how could PGS serve that location?

A. If serving a particular location would violate good engineering practices then it is possible neither party would serve the location. If Sebring incurs economic constraints and the service location is economically feasible for PGS to serve then both parties will approach the Commission for approval of a modification to this Territorial Agreement.

PAGE: 1 OF 1

FILED: APRIL 22, 2015

- **4.** Do we understand correctly that the Agreement does not require any transfer of customers or facilities?
- A. Yes.

PAGE: 1 OF 2

FILED: APRIL 22, 2015

- **5.** Please provide a legible map clearly identifying the proposed service areas of both parties. (The map provided with the petition is too faint to be readable.)
- A. See attached.

