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Public Service Commission

October 19, 2015

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

STAFF'S FIRST DATA REQUEST
via e-mail

Re: Docket No. 150221-GU – Petition for approval of Firm Service Agreement for an extension in Clay County with Peoples Gas System, by SeaCoast Gas Transmission, L.L.C.

Dear Mr. Watson:

By this letter, Commission staff requests the following information from SeaCoast Gas Transmission, L.L.C., and Peoples Gas System.

Staff respectfully requests the following information from SeaCoast Gas Transmission, LLC:

1. What is the cost to SeaCoast to construct/install the new 9.5 mile 6-inch steel transmission lateral (including any necessary appurtenances) from the tap-in to SeaCoast's 24-inch mainline near Asbury Lake to the new interconnection with Peoples' distribution system near Green Cove Springs? Please include a general description of the types of costs that will be incurred (*e.g.*, materials, labor, permitting, secure right-of-way, etc.). Also, please confirm that the pipeline material will not consist of "bare steel" construction.
2. Please refer to paragraph 10 of the petition.
 - a. Please identify other state or local agencies from which approval will be needed to construct the pipeline and provide a brief description of the approvals that will be required.
 - b. Please describe the impact, if any, on the proposed Transport Agreement if Peoples and the City of Green Cove Springs are unable to negotiate a franchise agreement.
3. Please refer to page 8 of 18 in Exhibit "A" to the Transport Agreement. Please clarify whether the Primary Receipt Point labeled "SGT – PGS DRN No. 200" represents the proposed new interconnection with Peoples' proposed distribution system in or near Green Cove Springs.
4. Please refer to page 9 of 18 in Exhibit "A" to the Transport Agreement.

- a. Please explain why the Retainage increases from 1.0 percent to 1.5 percent after year 10 of the Transport Agreement.
- b. Please discuss whether the Primary Delivery Point labeled “SGC/PGS Asbury Lake” (also identified on page 16 of 18) will back-feed Peoples’ existing distribution system in the vicinity of Asbury Lake and Middleburg and whether this will affect the quantities available for delivery at the SeaCoast/Peoples delivery point in Green Cove Springs.
- c. Please provide a qualitative description of the charge labeled as “Usage 1” and explain how it was derived.

Staff respectfully requests the following information from Peoples Gas System:

5. Please refer to paragraph 11 of the petition in which other options for delivering gas to customers in Green Cove Springs by Peoples are discussed. Did Peoples issue a Request for Proposals (RFP) to obtain construction cost estimates for the “Peoples extension project” pipeline(s) from other entities? If the answer is affirmative, please identify all respondents to the RFP and provide an explanation regarding why their proposals were rejected. If the answer is negative, please state why Peoples did not solicit competitive bids and provide the in-house estimate of the cost of the “Peoples extension project.”
6. Please refer to paragraph 12 of the petition which states that “Virtually all of the customers will receive aggregated transportation service through Peoples’ Rider NCTS.” If one were to assume hypothetically that the Transport Agreement was approved and the project installation completed on schedule by the end of 2016 (petition paragraph 10), please provide the following:
 - a. Estimates of the numbers of new NCTS customers and new non-NCTS customers.
 - b. Estimates of the typical total numbers of therms to be delivered monthly to the new NCTS customers and non-NCTS customers.
7. Please refer to paragraph 14 of the petition.
 - a. Has Peoples included any charges that would be paid to SeaCoast under the proposed agreement in the 2016 PGA cap proposed in Docket No. 150003-GU? If yes, please state the total amount included (in dollars) in the PGA cap and the impact in cents per therm on the 2016 PGA cap. If not, please state when the charges will begin to be included in the PGA cap and state the projected impact on the PGA cap in cents per therm.
 - b. Has Peoples included any charges that would be paid to SeaCoast under the proposed agreement in the swing service charges proposed in Docket No. 150220-GU? If yes, please state the total annual expense included in the swing service charge calculation.
 - c. Please discuss in detail how the charges that would be paid to SeaCoast under the proposed agreement will be allocated between sales and transportation customers.

For spreadsheets provided in response to the questions above, please ensure that all formulas are intact and unlocked.

Please file all responses electronically no later than Monday, October 26, 2015, from the Commission's website at www.floridapsc.com, by selecting the Clerk's Office tab and Electronic Filing Web Form. Please call me at (850) 413-6495 if you have any questions.

Thanks and regards,

/s/ Don Rome

Don Rome
Public Utility Analyst
drome@psc.state.fl.us

CDR

cc: Office of Commission Clerk