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Public Service Commission

August 29, 2019

Beth Keating
Gunster Law Firm
215 South Monroe St., Ste. 601
Tallahassee, FL 32301
bkeating@gunster.com

STAFF'S SEVENTH DATA REQUEST
via e-mail

RE: Docket No. 20190083-GU – Application for rate increase in Highlands, Hardee, and Desoto Counties, by Sebring Gas System, Inc.

Dear Ms. Keating:

By this letter, the Commission staff requests that Sebring Gas System, Inc. (Sebring or Company) provide responses to the following data requests:

1. Witness Jerry Melendy, on page 7 of his testimony, states that the Company is seeking a permanent annual rate increase of \$309,847. How much of the requested increase is associated with the construction costs identified in Schedule G-1 pages 23 and 26.
2. Witness Russell Melendy, on page 3 of his testimony, states that there is potential for the addition of approximately 50 low-income housing units in Sebring. Please provide the estimated annual revenues associated with the discussed housing units.
3. Witness Christmas, on page 4 of his testimony, states that the initial part of the Arcadia system will be designed to serve a large customer (TS-5). Please provide the estimated annual revenues associated with the discussed large customer.
4. Witness Christmas, on pages 3-11 of his testimony, describes the Company's projected plant additions for the Historic Base Year +1 and the Projected Test Year.
 - a. Please provide the total construction cost for plant additions in Arcadia.
 - b. Please provide the estimated annual cost associated with the Company's investment in the Arcadia plant additions including return on investment, operations and maintenance expense, depreciation, and taxes.

- c. Please provide the estimated annual revenues associated with the plant additions in Arcadia. For this response, please assume existing rates.
 - d. Please provide four years of estimated annual revenues associated with the plant additions in Arcadia. For this response, please assume existing rates.
 - e. Please provide the total construction cost for plant additions in Wauchula.
 - f. Please provide the estimated annual cost associated with the Company's investment in the Wauchula plant additions including return on investment, operations and maintenance expense, depreciation, and taxes.
 - g. Please provide the estimated annual revenues associated with the plant additions in Wauchula. For this response, please assume existing rates.
 - h. Please provide four years of estimated annual revenues associated with the plant additions in Wauchula. For this response, please assume existing rates.
 - i. Please provide the total construction cost for plant additions in Sebring.
 - j. Please provide the estimated annual cost associated with the Company's investment in the Sebring plant additions including return on investment, operations and maintenance expense, depreciation, and taxes.
 - k. Please provide the estimated annual revenues associated with the plant additions in Sebring. For this response, please assume existing rates.
 - l. Please provide four years of estimated annual revenues associated with the plant additions in Sebring. For this response, please assume existing rates.
5. Has Sebring considered or evaluated any contribution-in-aid-of-construction as it relates to the plant additions discussed by witness Christmas? If yes, please describe the results of Sebring's considerations and/or evaluations. If no, please explain why not.

Ms. Beth Keating

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Please file all responses electronically no later than Thursday, September 18, 2019, through the Commission's website at www.floridapsc.com, by selecting the Clerk's Office tab and Electronic Filing Web Form. Please feel free to call me at (850) 413-6076 if you have any questions.

Sincerely,

/s/ Margo A. DuVal

Margo A. DuVal
Senior Attorney

MAD/cf

cc: Office of Commission Clerk
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