



October 15, 2020

-VIA ELECTRONIC FILING-

Ms. Judy Harlow, Director
Division of Economics
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399

Re: Docket No. 20200000-OT; Gulf Power Company's (Gulf) Form PSC/ECO 13-E, Exhibit 1 Filing Concerning Underground Residential Differential (URD) Charges

Dear Ms. Harlow:

Pursuant to Rule 25-6.078(3), F.A.C., attached please find Gulf's Form PSC/ECO 13-E, Exhibit 1, reflecting the updated Overhead vs. Underground Charge Differential for a Low Density 210 Residential Lot Subdivision. As reflected on the attached Form, the current cost differential is less than 10% from Gulf's last approved URD charge for a low density subdivision, approved by the Commission earlier this year. Accordingly, Gulf is not required to file an updated written URD policy and supporting data and analyses in 2021.

Sincerely,

S/Richard Hume

Richard Hume
Regulatory Issues Manager

md

Attachments

cc: Florida Public Service Commission
Adam Teitzman, Commission Clerk
Gulf Power Company
Russell Badders, Esq., VP & Associate General Counsel

Gulf Power Company

One Energy Place, Pensacola, FL 32520-0100

**ELECTRIC UTILITY OVERHEAD/UNDERGROUND
RESIDENTIAL DIFFERENTIAL COST DATA**

FOR GULF POWER COMPANY

Florida Public Service Commission
Form PSC/ECO 13-E (10/97)

Overhead VS. Underground Summary Sheet

Low Density 210 Lot Subdivision

Cost per Service Lateral

| <u>ITEM</u> | <u>Current</u> | | | <u>Approved Tariff Charges</u> | <u>Percent Change</u> |
|--|-----------------|--------------------|---------------------|--|---------------------------|
| | <u>OVERHEAD</u> | <u>UNDERGROUND</u> | <u>DIFFERENTIAL</u> | | |
| MATERIAL | \$1,105.70 | \$1,403.09 | \$297.39 | \$297.15 | |
| LABOR | \$1,390.98 | \$1,634.37 | \$243.39 | \$262.65 | |
| TOTAL | \$2,496.68 | \$3,037.46 | \$540.78 | \$559.80 | -3.40% |
| NPV OPERATIONAL COSTS (1) | | | -\$9,480.00 | -\$9,480.00 | 0% |
| URD CHARGE (NET OF OPERATIONAL COSTS) | | | \$0.00 | \$0.00 | 0% |

(1) Net present value of non-storm and avoided storm restoration costs.

OVERHEAD VS. UNDERGROUND SUMMARY SHEET
Low Density 210 Lot Subdivision
Cost per Service Lateral

| <u>ITEM</u> | <u>OVERHEAD</u> | <u>UNDERGROUND</u> | <u>DIFFERENTIAL</u> |
|-------------|-----------------|--------------------|---------------------|
| LABOR | \$1,105.70 | \$1,403.09 | \$297.39 |
| MATERIAL | \$1,390.98 | \$1,634.37 | \$243.39 |
| TOTAL (1) | \$2,496.68 | \$3,037.46 | \$540.78 |

(1) Does not include storm or operational costs

OVERHEAD MATERIAL AND LABOR
Low Density 210 Lot Subdivision

| ITEM | MATERIAL (1) | LABOR(4) | TOTAL |
|-------------------------|---------------------|-----------------|--------------|
| SERVICE(2) | \$136.94 | \$63.10 | \$200.04 |
| PRIMARY | \$243.42 | \$170.41 | \$413.83 |
| SECONDARY | \$10.75 | \$8.86 | \$19.61 |
| INITIAL TREE TRIM | \$0.00 | \$186.39 | \$186.39 |
| POLES | \$99.89 | \$179.69 | \$279.58 |
| TRANSFORMERS | \$362.59 | \$147.43 | \$510.02 |
| SUBTOTAL WITHOUT STORES | \$853.59 | \$755.88 | \$1,609.47 |
| STORES (3) | \$97.31 | ----- | \$97.31 |
| SUBTOTAL WITH STORES | \$950.90 | \$755.88 | \$1,706.78 |
| ENGINEERING (5) | \$440.08 | \$349.82 | \$789.90 |
| TOTAL(6) | \$1,390.98 | \$1,105.70 | \$2,496.68 |

(1) INCLUDES SALES TAX

(2) INCLUDES METERS

(3) 11.4% OF ALL MATERIAL

(4) INCLUDES PAYROLL, TAXES, INSURANCE, P&W, AND TRANSPORTATION

(5) 46.28% OF ALL MATERIAL AND LABOR

(6) DOES NOT INCLUDE STORM OR OPERATIONAL COSTS

**UNDERGROUND MATERIAL AND LABOR
Low Density 210 Lot Subdivision**

| ITEM | MATERIAL (1) | LABOR(4) | TOTAL |
|-------------------------|---------------------|-----------------|--------------|
| SERVICE(2) | \$159.34 | \$186.88 | \$346.22 |
| PRIMARY | \$345.75 | \$161.03 | \$506.78 |
| SECONDARY | \$55.52 | \$23.45 | \$78.97 |
| TRANSFORMERS | \$442.34 | \$105.30 | \$547.64 |
| TRENCHING | ----- | \$482.52 | \$482.52 |
| SUBTOTAL WITHOUT STORES | \$1,002.95 | \$959.18 | \$1,962.13 |
| STORES(3) | \$114.34 | ----- | \$114.34 |
| SUBTOTAL WITH STORES | \$1,117.29 | \$959.18 | \$2,076.47 |
| ENGINEERING(5) | \$517.08 | \$443.91 | \$960.99 |
| TOTAL(6) | \$1,634.37 | \$1,403.09 | \$3,037.46 |

(1) INCLUDES SALES TAX

(2) INCLUDES METERS

(3) 11.4% OF ALL MATERIAL

(4) INCLUDES PAYROLL, TAXES, INSURANCE, P&W, AND TRANSPORTATION

(5) 46.28% OF ALL MATERIAL AND LABOR

(6) DOES NOT INCLUDE STORM OR OPERATIONAL COST