## STATE OF FLORIDA

COMMISSIONERS: ART GRAHAM, CHAIRMAN JULIE I. BROWN DONALD J. POLMANN GARY F. CLARK ANDREW GILES FAY



DIVISION OF ENGINEERING TOM BALLINGER DIRECTOR (850) 413-6910

## **Public Service Commission**

September 13, 2019

via e-mail

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STAFF'S FIRST DATA REQUEST

Re: Docket No. 20190171-GU: Petition for approval of 2018 true up, projected 2019 trueup, and 2020 revenue requirements and surcharges associated with cast iron/bare steel pipe replacement rider, by Peoples Gas System.

Dear Mr. Watson and Mr. Brown:

By this letter, Commission staff requests the following information from Peoples Gas System (Peoples):

1. Please update the tables below, contained in Peoples' response to staff's first data request No. 1, in docket No. 20180173-GU

	CI/BS Miles	PPP Miles	CI/BS	PPP	CI/BS Revenue	PPP Revenue	
	Replaced	Replaced	Investment	Investment Requirement		Requirement	
2017	51	*	\$ 17,588,366	\$ 2,915,802	\$ 6,868,302	\$ 74,021	
2018	74	51	\$ 23,663,223	\$ 14,068,995	\$ 8,361,137	\$ 881,106	
2019	60	33	\$ 27,080,000	\$ 8,550,000	\$ 10,175,696	\$ 2,141,380	
2020	50	50	\$ 19,617,274	\$ 16,065,338	\$ 12,655,856	\$ 3,307,722	
2021	23	50	\$ 9,479,959	\$ 16,936,076	\$ 14,173,638	\$ 4,847,383	
2022		50		\$ 17,359,478	\$ 14,618,848	\$ 6,350,953	
2023		50		\$ 17,793,465	\$ 14,452,013	\$ 7,778,876	
2024		45		\$ 16,563,052	\$ 14,267,295	\$ 9,223,330	
2025		45		\$ 16,824,833	\$ 14,082,002	\$ 10,687,428	
2026		45		\$ 17,245,454	\$ 13,896,689	\$ 12,171,746	
2027		45		\$ 17,676,591	\$ 13,711,388	\$ 13,676,795	
2028		45		\$ 18,118,505	\$ 13,526,075	\$ 15,203,100	

<sup>\* 2017</sup> investment costs for retiring PPP in early 2018

PSC Website: http://www.floridapsc.com

Internet E-mail: contact@psc.state.fl.us

<sup>\*\* 2028</sup> PPP investment includes rollover costs to occur in 2029

<sup>\*\*\*</sup> See revised response to Staff's 1st Data request No. 1 in Docket No. 20170192-GU, filed October 18, 2017.

Year		N	Service Replacements				
	Replaced Cast Iron (miles)	Replaced Bare Steel (miles)	Remaining Cast Iron at Year End (miles)	Remaining Bare Steel at Year End (miles)	Total Miles Remaining of CI/BS Mains	Replaced Number of Bare Steel Services	Total Number of Remaining Bare Steel Services
2012			100	354	454		14978
2013	13	38	87	316	403	907	14071
2014	2	18	85	298	383	7964	6107
2015	26	60	59	238	297	1019	5088
2016	15	35	44	203	247	1050	6963
2017	15	36*	29	178*	207	1135	4279
2018 (projected)	10	64	19	114	133	1500	4685
2019	9	51	10	63	73	1200	3485
2020	5	45	5	18	23	1200	2285
2021	5	18	0	0	0	1200	1085
2022	0	0	0	0	0	0	0

<sup>\*13</sup> miles reclassified as Bare Steel and added to 2017 BS remaining total.

	PPP (miles)	Total Remaining PPP Mains (miles)	Replaced Number of PPP Services	Total Number of Remaining PPP Services*
2016	0	551	0	-
2017	**	509	1396	26,841**
2018	51	458	2100	24,741
2019	33	425	Not yet Determined**	-
2020	50	375	Not yet Determined**	-
2021	50	325	Not yet Determined**	-
2022	50	275	Not yet Determined**	-
2023	50	225	Not yet Determined**	-
2024	45	180	Not yet Determined**	-
2025	45	135	Not yet Determined**	-
2026	45	90	Not yet Determined**	_
2027	45	45	Not yet Determined**	_
2028	45	0	Not yet Determined**	-

<sup>\*\*</sup> Estimated from any plastic service installed prior to 1983.

Ansley Watson, Jr., Esq. Page 3 September 13, 2019

- 2. Please provide the Excel spreadsheets for petition Exhibits A, B, and C with formulas unlocked.
- 3. Referring to paragraph 10 of the petition, please explain the factors that led to the \$15,885 over-recovery (including interest) in 2018.
- 4. Please discuss the progress of Cast Iron/Bare Steel Pipe Replacement Rider projects and Problematic Plastic Pipe replacement projects in 2018, 2019, and those planned for 2020.
- 5. Legislative version of Eighth Revised Sheet No.7.806 reflects meter readings taken on or after January 1, 2017. Please file the corrected Sheet No. 7.806 reflecting January 1, 2020.

Please file all responses electronically no later than September 27, 2019 via the Commission's website at www.floridapsc.com by selecting the Clerk's Office tab and Electronic Web Filing Form. Please contact me at 850.413.6204 or at sguffey@psc.state.fl.us if you have any questions on this request.

Sincerely,
/s/Sevini Guffey
Sevini Guffey
Public Utility Analyst II

cc: Office of Commission Clerk