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STATE OF FLORIDA



DIVISION OF ECONOMICS
GREG SHAFER
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Public Service Commission

February 12, 2018

Beth Keating, Esq.
Gunster, Yoakley & Stewart, P.A.
215 South Monroe St., Suite 601
Tallahassee, FL 32301
(850) 521-1706

Re: Docket No. 20180015-GU-Petition for Approval of Transportation Service Agreement with Florida Division of Chesapeake Utilities Corporation by Peninsula Pipeline Company, Inc.

Dear Ms. Keating:

By this letter, Commission staff requests that Peninsula Pipeline Company (Peninsula) and Florida Division of Chesapeake Utilities Corporation d/b/a Central Florida Gas (CFG) provide responses to the following data requests.

Staff respectfully requests the following information from Peninsula:

1. What is the cost to Peninsula to construct/install the new 33 miles of 12" steel pipe, 5 miles of 10" steel pipe and two new custody transfer stations? Please include a general description of the types of costs that will be incurred (e.g., materials, labor, permitting, secure right-of-way, etc.).
2. Will Peninsula need to obtain approval from any other state or local agencies to complete the project? If the answer is affirmative, please provide a brief description of the approvals that will be required.
3. When does Peninsula anticipate that construction of the pipeline will commence and what is the estimated completion date?
4. Please describe the manner in which Peninsula will recover its costs associated with the 33 miles of 12" steel pipe, 5 miles of 10" steel pipe, and two new custody transfer stations?
5. Please identify and explain the types of costs that the monthly reservation charge as shown on Exhibit A to the agreement is designed to recover.

6. Please provide a better defined map in color (Attachment B – Project Map), clearly identifying the proposed pipeline and its beginning and ending points.

Staff respectfully requests the following information from the Florida Division of Chesapeake Utilities Corporation d/b/a Central Florida Gas:

7. Referring to paragraph 11 of the petition, please state whether Ascend Performance Materials will take service under CFG's tariffed rates, or be a special customer, and when Ascend Performance Materials is expected to take service.
8. Referring to paragraph 11 of the petition, please state which customers will be served by CFG's distribution system behind the second custody transfer station and when that distribution system is expected to be in service.
9. Does CFG currently provide service to any transportation customers in Escambia County?
10. CFG's current Tariff Sheet Nos. 3, 4, and 5 do not show Escambia County as being part of CFG's service territory. Does CFG intend to amend its current tariff to reflect the service to Escambia County as discussed in paragraph 11 of the petition?
11. Please confirm that no other investor-owned gas utility currently provides natural gas service in Escambia County.
12. Did CFG issue a Request for Proposals (RFP) to obtain construction cost estimates for the pipeline 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 CFG did not solicit competitive bids?
13. How will CFG seek to recover the payments to Peninsula, and if yes, how?

Please file all responses electronically no later than Monday, February 26, 2018, via the Commission's website at www.floridapsc.com by selecting the Clerk's Office tab and Electronic Filing Web Form. Please contact me at rdoherty@psc.state.fl.us or at 850.413.6858 if you have any questions.

Thank you,

/s/Riley Doherty

Riley Doherty

Public Utility Analyst I

Cc: Office of the Commission Clerk