Date: 6 - 2| - 17 Regulatory Commission of Alaska 11-16-066 By: STW Northern Lights Realtime & Reporting, Inc. (907) 337-2221

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Before Commissioners:

Robert M. Pickett. Chairman

Stephen McAlpine Rebecca L. Pauli Norman Rokeberg Janis W. Wilson

In the Matter of the Tariff Revision Designated as TA285-4 Filed by ENSTAR NATURAL GAS COMPANY, A DIVISION OF SEMCO ENERGY. INC.

U-16-066

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ENSTAR NATURAL GAS COMPANY'S FOURTH SUPPLEMENTAL RESPONSE TO THE OFFICE OF THE ATTORNEY GENERAL'S SECOND DISCOVERY REQUESTS (AG-2)

Pursuant to 3 AAC 48.155 and 3 AAC 48.141-145, ENSTAR Natural Gas Company ("ENSTAR"), by and through its counsel, supplements its response to the Second Request for Discovery by the Attorney General ("RAPA"), as follows:

STATE OF ALASKA

THE REGULATORY COMMISSION OF ALASKA

PRELIMINARY STATEMENT

Discovery in this docket is not complete. As discovery proceeds, facts, information, evidence, documents, and other matters may be discovered which are not set forth in these responses, but which may be responsive to these discovery requests. The following responses are complete based on ENSTAR's current knowledge, information, and belief. Furthermore, these responses were prepared based on ENSTAR's good faith interpretation of the discovery requests and are subject to correction for inadvertent errors or omissions, if any.

U-16-066 – ENSTAR's Fourth Supplemental Response to the Office of the Attorney General's Second Discovery Requests (AG-2) April 3, 2017 Page 1 of 7

7. ENSTAR objects to the instructions contained in RAPA's Second Discovery Request to ENSTAR Natural Gas Company. In responding to the requests, ENSTAR will abide by the Commission's discovery regulations and where applicable, Alaska Rules of Civil Procedure.

8. ENSTAR objects to the requests for identification of answering and hearing witnesses as part of the responses. Witness designation in this matter is not required by the Commission's regulations or the Alaska Rules of Civil Procedure. Further, it is too early in the proceedings to designate witnesses for certain topics and some topics may be addressed by multiple witnesses. In accord with Commission regulations, ENSTAR will identify individuals who supplied information for a particular response where appropriate.

FOURTH SUPPLEMENTAL DISCOVERY RESPONSE

AG-ENSTAR-2-2. Please state the capital structure (dollars and percentages) of ENSTAR, SEMCO Energy Inc. ("SEMCO"), and AltaGas (including short-term debt, long-term debt and common equity) for the period 2011-2015, and 2016 when it becomes available.

Original Response: ENSTAR objects to the question insofar as it

requests data on AltaGas prior to August 30, 2012. Information on AltaGas prior to August 30, 2012 is not relevant because AltaGas did not acquire SEMCO Energy, Inc. until that date. Subject to and without waiving this objection, responsive documents are attached as ENS00493.

Supplemental Response: Subject to and without waiving the objections in the Original Response, please also see the attached file labeled ENS07893 which contains updated data for year 2016.

<u>Person(s) Supplying Information:</u> Mark A. Moses and Jillian Fan.

AG-ENSTAR-2-3. Please state the capital structure (dollars and percentages) of each utility operation of SEMCO and AltaGas (including short-term debt, long-term debt and common equity) as of the end of 2015, and as of the end of 2016, when it becomes available.

Please see ENS00494. Original Response:

Supplemental Response: Please also see the attached file labeled ENS07894 which contains updated data for year 2016.

Person(s) Supplying Information: Mark A. Moses and Jillian Fan.

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Line	No

1														
2	ENSTAR & APC				2015		2014		2013		2012		2011	
3	Common Equity		3	S	160,245,632	38.3% S	170,332,746	42.1% \$	161,789,571	41.1% \$	162,338,478	43.6% S	174,214,793	54.1%
4	Long-Term Debt				149,819,635	35.8%	149,662,629	37.0%	150,500,000	38.2%	150,500,000	40.4%	131,500,000	40.8%
5	Short-Term Debt (a)				108,329,795	25.9%	84,524,953	20.9%	81,338,833	20.7%	59,272,747	15.9%	16,414,032	5.1%
6	Total Capitalization			\$	418,395,062	100 0% \$	404,520,328	100.0% \$	393,628,404	100 0% \$	372,111,225	100,0% \$	322,128,825	100.0%
7				-										
8														
9	SEMCO Energy, Inc.				2015	Pa (20)	2014		2013		2012		2011	
10	Common Equity (b)			2	547,280,276	52.0% \$	611,831,569	58 6% S	584,608,505	57.0% \$	550,727,349	56.0% S	453,438,685	49.3%
1.1	Long-Term Debt (c.), (d.)				419,885,433	39 9%n	379,082,295	36 3%	381,542,608	37.2%	382,895,068	38.9%	389,042,433	42,3%
12	Short-Term Debt				85,000,000	8:1%	53,000,000	5.1%	59,000,000	5.8%	50,000,000	5.1%	78,000,000	8.5%
13	Total Capitalization			2	1,052,165,709	100.0% \$	1,043,913,864	2 %0.001	1,025,151,113	100 0% \$	983,622,417	100.0% \$	020,481,118	100 0%
14														
15	AltaGas Utility Holdings (U.S.) Inc		2016		2015		2014		2013		2012	_	2011	
17	Common Equity (b.)	<u>s</u>	648,665,232	48 6% S	616,422,641	47.3% S	670,766,238	50.2% 5	639,143,906	48.9% \$	606,284,522	47.9%	N/A	N/A
19	Long-Term Debt	-	597,690,042	44.8%	601,885,433	46.2%	611.848.608	45.8%	698,542,608	46.6%	609,895,068	48.2%	N/A	N/A
20	Short-Term Debt		87,000,000	6.5%	\$5,000,000	6 5%	53,000,000	4 0%	59.000,000	4.5%	50.000.000	3.9%	N/A	N/A
21	Total Capitalization	\$	1,333,355,274	100 0% S	1303308,074	1000% \$	1,335,614,846	100,0% 5	1,306,686,514	100.0% \$	1,266,179,590	100.0%	N/A	N/A
22	1									250205330451				
23														
24	AltaGas Services (U.S.) Inc		2016		2015		2014		2013		2012		2011	
25	Common Equity (b)	5	1,055,621,133	40.9% \$	1,002,049,051	39 0% S	858,510,404	44.6% 5	834,548,521	43.5% 5	588,325,584	43 7%	N/A	N/A
27	Long-Term Debt (c)		1,380,690,042	53.4%	1,384,885,433	53.8%	1,02-1,082,295	52.5%	1,026,542,608	53 5%	707,895,068	52 6%	NA	N/A
28	Short-Term Debt		147,000,000	5 7%	185,000,000	7 2%	53,000,000	27%	59,000,000	3 1%	50,000,000	3 7%	N/A	NA
29	Total Capitalization	S	2,583,313,191 [100 036 \$	2,571,934,484	100.0% 5	1,945,593,099	100.0% \$	1,920,091,129	100 0% \$	1,346,220,652	100,0%	N/A	ΝA
30														
31														
32	AltaGas LTD. (c.)		2016		2015		2014		2013		2012		2011	
33	Common Equity (b)	2	3,630 3	42 7% 5	3,217.8	38.5% \$	2,785 8	40 4% 5	2,2398	36,9% \$	1,605.0	34.1% S	1,166,7	43.2%
34	Preferred Stock	5	985 1	11.6% 5	985 1	11 8% \$	788 4	11.4% \$	589 6	9.7% \$	394,8	8.4% S	194.1	7.2%
35	Long-Term Debt (c)	\$	3,750 3	44.2% \$	4,0199	48 1% S	3,246 2	47 1% S	3,161.7	52.0% \$	2,635 4	56.0% S	1,320.3	48.9%
36	Short-Term Debt	\$	128,7	1.5% \$	130,7	16% \$	72.4	1.1% \$	84 4	1.4% \$	659	1.4% S	168	0.6%
37	Total Capitalization	S	2,494,4	100.0% \$	8,353.5	100 0% \$	6,892.8	100.0% \$	6,075.6	100.0% \$	4,702	100.0% S	2,697.9	100,0%

40 Notes.

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- 4) a. Intercompany Notes Payable to Affiliates
- 42 b Includes Non-Controlling Interest in Consolidating Subsidiary
- 43 c Includes current portion of Long-term Debt and Long-Term Capital Lease
- d. Includes Long-Term Capital Lease
- 45 e. In CS millions

Note: 2014 and 2015 LTD reflects the adoption of FASB ASU No. 2015-03, Simplifying the Presentation of Debt Issuance Costs. Subsequent periods were not adjusted to reflect the accounting change