

VOTE SHEET

NOVEMBER 6, 2001

RE: Docket No. 010669-EI - Request for approval of implementation date of January 1, 2002, for new depreciation rates for Marianna Electric Division by Florida Public Utilities Company.

ISSUE 1: Should the current depreciation rates for Florida Public Utilities Company - Marianna Electric Division (FPU or company) be changed?
RECOMMENDATION: Yes. A review of the company's plans and activity indicates the need for revising depreciation rates.

APPROVED

COMMISSIONERS ASSIGNED: Full Commission

COMMISSIONERS' SIGNATURES

MAJORITY

DISSENTING

Michael A. Palumbo

John J. Fahren

~~_____~~
~~_____~~
J. Terry

Paul

REMARKS/DISSENTING COMMENTS:

DOCUMENT NUMBER-DATE

14045 NOV-60

FPSC-COMMISSION CLERK

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ISSUE 2: What should be the implementation date for the recommended rates?

RECOMMENDATION: Staff recommends approval of the company's proposed January 1, 2002 date of implementation for the new depreciation rates.

APPROVED

ISSUE 3: Should any corrective reserve measures be made?

RECOMMENDATION: Yes. Staff's recommended corrective measures are shown on Attachment A (page 8 of staff's October 25, 2001 memorandum). This action will bring each affected account's reserve more in line with its calculated theoretical level.

APPROVED

ISSUE 4: What are the appropriate depreciation rates?

RECOMMENDATION: The staff recommended lives, net salvages, reserves, and resultant depreciation rates are shown on Attachment B (page 9 of staff's memorandum). Attachment C (page 10) shows an estimated resultant decrease in annual expenses of about \$2,600 based on January 1, 2002 estimated investments.

APPROVED

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ISSUE 5: Should the current amortization of investment tax credits (ITCs) and the flowback of excess deferred income taxes be revised to reflect the approved depreciation rates and recovery schedules?

RECOMMENDATION: Yes. The current amortization of ITCs and the flowback of excess deferred income taxes (EDIT) should be revised to match the actual recovery periods for the related property. The utility should file detailed calculations of the revised ITC amortization and flowback of EDIT at the same time it files its surveillance report covering the quarter ending March 31, 2002.

APPROVED

ISSUE 6: Should this docket be closed?

RECOMMENDATION: If no person whose substantial interests are affected by the proposed agency action files a protest within 21 days of the issuance of the order, this docket should be closed upon the issuance of a consummating order.

APPROVED