

FLORIDA PUBLIC SERVICE COMMISSION

VOTE SHEET

DECEMBER 7, 2004

RE: Docket No. 040450-WS - Application for rate increase in Martin County by Indiantown Company, Inc.

Issue 1: Should the utility's proposed final water and wastewater rates be suspended?

Recommendation: Yes. Indiantown's proposed final water and wastewater rates should be suspended.

APPROVED

COMMISSIONERS ASSIGNED: All Commissioners

COMMISSIONERS' SIGNATURES

MAJORITY

DISSENTING

Charles M. Doope

Mauro Esposito

Tommy Duggan

Rudolph Bradley

REMARKS/DISSENTING COMMENTS:

DOCUMENT NUMBER-DATE

12937 DEC -7 04

FPSC-COMMISSION CLERK

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Issue 2: Should an interim revenue increase be approved?

Recommendation: Yes. On an interim basis, the utility should be authorized to collect annual water and wastewater revenues as indicated below:

	<u>Adjusted Test</u> <u>Year Revenues</u>	<u>\$ Increase</u>	<u>Revenue</u> <u>Requirement</u>	<u>% Increase</u>
Water	\$611,249	\$56,022	\$667,271	9.17%
Wastewater	\$871,052	\$93,702	\$964,754	10.76%

APPROVED

Issue 3: What are the appropriate interim water and wastewater rates?

Recommendation: The service rates for Indiantown in effect as of December 31, 2003, should be increased by 9.58% for water and 10.76% for wastewater to generate the recommended revenue increases for the interim period. The approved rates should be effective for service rendered as of the stamped approval date on the tariff sheets pursuant to Rule 25-30.475(1)(a), Florida Administrative Code. The rates should not be implemented until staff verifies that the tariff sheets are consistent with the Commission decision, the proposed customer notice is adequate, and the required security has been filed. The utility should provide proof of the date notice was given within 10 days after the date of notice.

APPROVED

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Issue 4: What is the appropriate security to guarantee the interim increase?

Recommendation: The utility should be required to open an escrow account, file a surety bond or a letter of credit to guarantee any potential refund of revenues collected under interim conditions. If the security provided is an escrow account, the utility should deposit \$12,477 into the escrow account each month. Otherwise, the surety bond or letter of credit should be in the amount of \$75,793. Pursuant to Rule 25-30.360(6), Florida Administrative Code, the utility should provide a report by the 20th of each month indicating the monthly and total revenue collected subject to refund. Should a refund be required, the refund should be with interest and undertaken in accordance with Rule 25-30.360, Florida Administrative Code.

APPROVED

Issue 5: Should the docket be closed?

Recommendation: No. The docket should remain open pending the Commission's final action on the utility's requested rate increase.

APPROVED