

State of Florida



Public Service Commission

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD
TALLAHASSEE, FLORIDA 32399-0850

-M-E-M-O-R-A-N-D-U-M-

DATE: November 30, 2017

TO: Office of Commission Clerk (Stauffer)

FROM: Division of Economics (Sibley, Hudson) *MS SA RD*
Office of General Counsel (Crawford) *JCL*

RE: Docket No. 20170237-WU – Application of Section 367.0816, Florida Statutes, recovery of rate case expense, to Peoples Water Service Company of Florida, Inc. in Escambia County.

AGENDA: 12/12/2017 – Consent Agenda – Final Action – Interested Persons May Participate

SPECIAL INSTRUCTIONS: None

RECEIVED-FPSC
2017 NOV 30 AM 10:09
COMMISSION
CLERK

Please place the following four year rate reduction on the consent agenda for approval.

Docket No. 20170237-WU - Application of Section 367.0816, Florida Statutes, recovery of rate case expense, to Peoples Water Service Company of Florida, Inc. in Escambia County.

Pursuant to Order No. PSC-13-0647-PAA-WU, issued December 5, 2013, Peoples Water Service Company of Florida, Inc. (Peoples) was allowed to recover rate case expense of \$46,005 amortized over four years at \$11,501 per year. Section 367.0816, F.S., required that the rates be reduced immediately following the expiration of the four-year period by the amount of the rate case expense previously included in rates. The four-year amortization period expires on December 31, 2017. Inadvertently, the rate reduction to the respective base facility and gallorage charges was not reflected in the order. Attached is a schedule reflecting the rate reductions that should have been reflected in the order. Peoples agrees with the rate reductions.

The docket should remain open for staff's verification that the revised tariff sheets and customer notice have been filed by the utility and approved by staff. Once these actions are complete, this docket should be closed administratively.

<u>Residential and General Service</u>	Four Year Rate Reduction
<u>Base Facility Charges by Meter Size</u>	
5/8" x 3/4"	\$0.03
1"	\$0.08
1 1/4"	\$0.12
1 1/2"	\$0.15
2"	\$0.24
3"	\$0.48
4"	\$0.75
6"	\$1.50
8"	\$2.40
10"	\$4.35
<u>Charge per 1,000 gallons- Residential</u>	
0 - 3,000 Gallons	\$0.01
3,001-6,000 Gallons	\$0.02
6,001-12,000 Gallons	\$0.02
Over 12,000 Gallons	\$0.03
Charge per 1,000 gallons- General Service	\$0.01
<u>Multi-Family - per unit</u>	
Base Facility Charge - All Meter Sizes	\$0.03
Charge Per 1,000 gallons	\$0.01
<u>Private Fire Protection</u>	
2"	\$0.02
3"	\$0.04
4"	\$0.06
6"	\$0.13
8"	\$0.20
10"	\$0.36