

FLORIDA PUBLIC SERVICE COMMISSION

Item 19

VOTE SHEET

May 14, 2019

FILED 5/14/2019
DOCUMENT NO. 04314-2019
FPSC - COMMISSION CLERK

Docket No. 20180046-EI – Consideration of the tax impacts associated with Tax Cuts and Jobs Act of 2017 for Florida Power & Light Company.

Issue 18: Does the 2016 Settlement Agreement allow FPL to credit the Amortization Reserve with the tax savings resulting from the Tax Cuts and Jobs Act of 2017?

Recommendation: Yes.

APPROVED

COMMISSIONERS ASSIGNED: Brown, Polmann, Clark, Fay, *Graham*

COMMISSIONERS' SIGNATURES

MAJORITY

DISSENTING

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REMARKS/DISSENTING COMMENTS:

Docket No. 20180046-EI – Consideration of the tax impacts associated with Tax Cuts and Jobs Act of 2017 for Florida Power & Light Company.

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Issue 19: How should the savings associated with the Tax Cuts and Jobs Act of 2017 be treated?

Recommendation: The Commission should find that FPL should retain the amount of tax savings equivalent to the Hurricane Irma storm restoration costs determined in Docket No. 20190049-EI to be reasonable and prudent. Thereafter, FPL should reduce its base rates by the \$772.3 million in annual tax savings stipulated to by the parties in Exhibit No. 22. FPL should be required to file tariffs to implement base rate reductions reflecting a \$772.3 million decrease in FPL's adjusted revenue requirement 60 days prior to the date FPL estimates that all reasonable and prudent Hurricane Irma costs have been recouped. Commission staff should be given authority to administratively approve FPL's new base rate tariffs consistent with the Commission's vote.

In order to timely track the tax savings realized by FPL, FPL should be required to provide the Commission with a monthly Tax Savings Report which indicates the cumulative difference in revenue requirements with and without the effect of the Tax Cuts and Jobs Act of 2017 from February 6, 2018, through June 30, 2019. The first Tax Savings Report, including data through June 30, 2019, should be filed on August 15, 2019. Subsequent reports updated through the end of each subsequent month should be filed on the 15th of every month thereafter until the base rate reduction associated with the TCJA is implemented.

MODIFIED

The terms and provisions of the 2016 Settlement continue to function as they have been since inception, and further that the Commission find that this action is in the public interest.

FPL shall provide a monthly report to monitor the reserve account with debits and credits and an Annual Projected Earnings Surveillance Report filed quarterly.