

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Application for staff-assisted rate case in
Brevard County by Aquarina Utilities, Inc.

DOCKET NO. 20150010-WS
ORDER NO. PSC-2019-0139A-PAA-WS
ISSUED: May 16, 2019

AMENDATORY ORDER

BY THE COMMISSION:

On April 22, 2019, we issued Order No. PSC-2019-0139-PAA-WS (Order) approving Phase II rates for Aquarina Utilities, Inc. However, due to a scrivener's error, Schedules 1A-D and 2A-D of the Order contained errors. Therefore, Order No. PSC-2019-0139-PAA-WS is amended to replace Schedules 1A-D and 2A-D with corrected schedules. The corrected and approved schedules are attached to this Order.

Based on the foregoing, it is

ORDERED by the Florida Public Service Commission that Order No. PSC-2019-0139-PAA-WS is hereby amended to correct Schedules 1A-D and 2A-D. It is further

ORDERED that Order No. PSC-2019-0139-PAA-WS is reaffirmed in all other respects.

By ORDER of the Florida Public Service Commission this 16th day of May, 2019.


ADAM J. TEITZMAN
Commission Clerk
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399
(850) 413-6770
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Copies furnished: A copy of this document is provided to the parties of record at the time of issuance and, if applicable, interested persons.

CWM

AQUARINA UTILITIES, INC.		SCHEDULE NO. 1-A	
TEST YEAR ENDED 12/31/2014		DOCKET NO. 150010-WS	
SCHEDULE OF POTABLE WATER RATE BASE PHASE II			
DESCRIPTION	PHASE I BALANCE	ADJUSTMENTS TO UTIL. BAL.	APPROVED BALANCE
UTILITY PLANT IN SERVICE	\$1,450,227	\$12,401	\$1,462,628
LAND & LAND RIGHTS	37,582	0	37,582
NON-USED AND USEFUL COMPONENT	(73,194)	4,284	(68,910)
ACCUMULATED DEPRECIATION	(1,070,894)	34,947	(1,035,947)
CIAC	(337,868)	0	(337,868)
AMORTIZATION OF CIAC	149,343	0	149,343
WORKING CAPITAL ALLOWANCE	<u>14,957</u>	<u>582</u>	<u>15,539</u>
WATER RATE BASE	<u>\$170,153</u>	<u>\$52,214</u>	<u>\$222,367</u>

AQUARINA UTILITIES, INC.		SCHEDULE NO. 1-B	
TEST YEAR ENDED 12/31/2014		DOCKET NO. 150010-WS	
SCHEDULE OF NON-POTABLE WATER RATE BASE - PHASE II			
DESCRIPTION	PHASE I BALANCE	ADJUSTMENTS TO UTIL. BAL.	APPROVED BALANCE
UTILITY PLANT IN SERVICE	\$945,345	\$0	\$945,345
LAND & LAND RIGHTS	24,498	0	24,498
NON-USED AND USEFUL COMPONENT	0	0	0
ACCUMULATED DEPRECIATION	(805,374)	0	(805,374)
CIAC	(35,785)	0	(35,785)
AMORTIZATION OF CIAC	20,111	0	20,111
WORKING CAPITAL ALLOWANCE	<u>23,791</u>	<u>0</u>	<u>23,791</u>
WATER RATE BASE	<u>\$172,587</u>	<u>\$0</u>	<u>\$172,587</u>

AQUARINA UTILITIES, INC.		SCHEDULE NO. 1-C	
TEST YEAR ENDED 12/31/2014		DOCKET NO. 150010-WS	
SCHEDULE OF WASTEWATER RATE BASE PHASE II			
DESCRIPTION	PHASE I BALANCE	ADJUSTMENTS TO UTIL. BAL.	APPROVED BALANCE
UTILITY PLANT IN SERVICE	\$1,612,043	\$13,256	\$1,625,299
LAND & LAND RIGHTS	33,680	0	33,680
NON-USED AND USEFUL COMPONENT	(62,323)	(3,219)	(65,542)
ACCUMULATED DEPRECIATION	(1,357,193)	36,938	(1,320,255)
CIAC	(597,343)	0	(597,343)
AMORTIZATION OF CIAC	350,109	0	350,109
WORKING CAPITAL ALLOWANCE	<u>18,936</u>	<u>0</u>	<u>18,936</u>
WASTEWATER RATE BASE	<u>(\$2,091)</u>	<u>\$46,976</u>	<u>\$44,885</u>

AQUARINA UTILITIES, INC.	SCHEDULE NO. 1-D		
TEST YEAR ENDED 12/31/2014	DOCKET NO. 150010-WS		
ADJUSTMENTS TO RATE BASE			
	<u>WATER-P</u>	<u>WATER-NP</u>	<u>WASTEWATER</u>
<u>UTILITY PLANT IN SERVICE</u>			
To reflect the appropriate pro forma additions.	<u>\$12,401</u>	<u>\$0</u>	<u>\$13,256</u>
<u>NON-USED AND USEFUL COMPONENT</u>			
To reflect the appropriate Non-U&U UPIS.	(\$2,356)	\$0	(\$3,536)
To reflect the appropriate Non-U&U Accumulated Depreciation.	<u>6,640</u>	<u>0</u>	<u>317</u>
Total	<u>\$4,284</u>	<u>\$0</u>	<u>(\$3,219)</u>
<u>ACCUMULATED DEPRECIATION</u>			
To reflect the appropriate pro forma additions.	<u>\$34,947</u>	<u>\$0</u>	<u>\$36,938</u>
<u>WORKING CAPITAL ALLOWANCE</u>			
To reflect 1/8 of test year O & M expenses.	<u>\$582</u>	<u>\$0</u>	<u>\$0</u>

AQUARINA UTILITIES, INC.			SCHEDULE NO. 2-A		
TEST YEAR ENDED 12/31/2014			DOCKET NO. 150010-WS		
SCHEDULE OF POTABLE WATER OPERATING INCOME PHASE II					
	PHASE I	ADJUSTMENTS	ADJUSTED TEST YEAR	ADJUST. FOR INCREASE	REVENUE REQUIREMENT
OPERATING REVENUES	<u>\$158,255</u>	<u>\$0</u>	<u>\$158,255</u>	<u>\$7,550</u> 4.77%	<u>\$165,805</u>
OPERATING EXPENSES:					
OPERATION & MAINTENANCE	\$119,658	\$4,652	\$124,310	\$0	\$124,310
DEPRECIATION (NET)	20,797	457	21,254	0	21,254
AMORTIZATION OF CIAC	(8,849)	0	(8,849)	0	(8,849)
TAXES OTHER THAN INCOME	20,423	192	20,615	340	20,956
INCOME TAXES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OPERATING EXPENSES	<u>\$152,029</u>	<u>\$5,301</u>	<u>\$157,330</u>	<u>\$340</u>	<u>\$157,670</u>
OPERATING INCOME/(LOSS)	<u>\$6,225</u>		<u>\$925</u>		<u>\$8,135</u>
WATER RATE BASE	<u>\$170,153</u>		<u>\$222,367</u>		<u>\$222,367</u>
RATE OF RETURN	<u>3.66%</u>		<u>0.42%</u>		<u>3.66%</u>

AQUARINA UTILITIES, INC.			SCHEDULE NO. 2-B		
TEST YEAR ENDED 12/31/2014			DOCKET NO. 150010-WS		
SCHEDULE OF NON-POTABLE WATER OPERATING INCOME PHASE II					
	PHASE I	ADJUSTMENTS	ADJUSTED TEST YEAR	ADJUST. FOR INCREASE	REVENUE REQUIREMENT
OPERATING REVENUES	<u>\$246,783</u>	<u>\$0</u>	<u>\$246,783</u>	<u>\$0</u> 0.00%	<u>\$246,783</u>
OPERATING EXPENSES:					
OPERATION & MAINTENANCE	\$190,332	\$0	\$190,332	\$0	\$190,332
DEPRECIATION (NET)	24,757	0	24,757	0	24,757
AMORTIZATION OF CIAC	(534)	0	(534)	0	(534)
TAXES OTHER THAN INCOME	25,911	0	25,911	0	25,911
INCOME TAXES	<u>0</u>	<u>0</u>	0	<u>0</u>	<u>0</u>
TOTAL OPERATING EXPENSES	<u>\$240,466</u>	<u>\$0</u>	<u>\$240,466</u>	<u>\$0</u>	<u>\$240,466</u>
OPERATING INCOME/(LOSS)	<u>\$6,317</u>		<u>\$6,317</u>		<u>\$6,317</u>
WATER RATE BASE	<u>\$172,587</u>		<u>\$172,587</u>		<u>\$172,587</u>
RATE OF RETURN	<u>3.66%</u>		<u>3.66%</u>		<u>3.66%</u>

AQUARINA UTILITIES, INC.			SCHEDULE NO. 2-C		
TEST YEAR ENDED 12/31/2014			DOCKET NO. 150010-WS		
SCHEDULE OF WASTEWATER OPERATING INCOME PHASE II					
	PHASE I	ADJS	ADJUSTED TEST YEAR	ADJUST. FOR INCREASE	REVENUE REQUIREMENT
OPERATING REVENUES	<u>\$179,663</u>	<u>\$0</u>	<u>\$179,663</u>	<u>\$965</u> 0.54%	<u>\$180,628</u>
OPERATING EXPENSES:					
OPERATION & MAINTENANCE	\$151,489	\$0	\$151,489	\$0	\$151,489
DEPRECIATION EXPENSE	11,006	716	11,722	0	11,722
AMORTIZATION OF CIAC	(15,514)	0	(15,514)	0	(15,514)
TAXES OTHER THAN INCOME	22,683	205	22,888	44	22,932
INCOME TAXES	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
TOTAL OPERATING EXPENSES	<u>\$169,664</u>	<u>\$921</u>	<u>\$170,585</u>	<u>\$44</u>	<u>\$170,629</u>
OPERATING INCOME/(LOSS)	<u>\$9,999</u>		<u>\$9,078</u>		<u>\$9,999</u>
WASTEWATER OPERATING EXPENSES	<u>\$151,489</u>		<u>\$151,489</u>		<u>\$151,489</u>
OPERATING MARGIN	<u>6.60%</u>		<u>5.99%</u>		<u>6.60%</u>

AQUARINA UTILITIES, INC.	Schedule No. 2-D		
TEST YEAR ENDED 12/31/2014	DOCKET NO. 150010-WS		
ADJUSTMENTS TO OPERATING INCOME			
	<u>WATER-P</u>	<u>WATER-NP</u>	<u>WASTEWATER</u>
OPERATION AND MAINTENANCE EXPENSES			
Contractual Services - Professional (632/732)			
RO Service Contract.	<u>\$4,652</u>	<u>\$0</u>	<u>\$0</u>
TOTAL OPERATION & MAINTENANCE ADJUSTMENTS	<u><u>\$4,652</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>
DEPRECIATION EXPENSE			
a. To reflect pro forma depreciation expense.	\$564	\$0	\$912
b. To reflect Non-U&U depreciation expense.	(107)	0	(196)
Total	<u><u>\$457</u></u>	<u><u>\$0</u></u>	<u><u>\$716</u></u>
TAXES OTHER THAN INCOME			
To reflect pro forma property taxes.	<u><u>\$192</u></u>	<u><u>\$0</u></u>	<u><u>\$205</u></u>