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BEFORE THE
FLORIDA PUBLIC SERVICE COMMISSION

In the Matter of:

DOCKET NO. 20240006-WS

Water and wastewater industry annual
reestablishment of authorized range of
return on common equity for water and
wastewater utilities pursuant to Section
367.081(4)(f), F.S.

_____ /

PROCEEDINGS: COMMISSION CONFERENCE AGENDA
ITEM NO. 6

COMMISSIONERS
PARTICIPATING: CHAIRMAN MIKE LA ROSA
COMMISSIONER ART GRAHAM
COMMISSIONER GARY F. CLARK
COMMISSIONER ANDREW GILES FAY
COMMISSIONER GABRIELLA PASSIDOMO

DATE: Tuesday, May 7, 2024

PLACE: Betty Easley Conference Center
Room 148
4075 Esplanade Way
Tallahassee, Florida

REPORTED BY: DEBRA R. KRICK
Court Reporter and
Notary Public in and for
the State of Florida at Large

PREMIER REPORTING
TALLAHASSEE, FLORIDA
(850) 894-0828

1 P R O C E E D I N G S

2 CHAIRMAN LA ROSA: Let's move to No. 6.

3 Mr. McGowan, you are recognized.

4 MR. MCGOWAN: Thank you. Good morning,
5 Chairman and Commissioners. I am Jerrat McGowan
6 with the Division of Accounting and Finance.

7 Item 6 is staff's recommendation in Docket No.
8 20240006-WS regarding the annual reestablishment of
9 the authorized range of returns on equity for water
10 and wastewater utilities pursuant to Section
11 367.081 of the Florida Statutes.

12 Section 367.081 authorizes the Commission to
13 establish an annual leverage formula to calculate a
14 reasonable range of returns on equity for
15 investor-owned water and wastewater utilities.

16 Staff recommends that the leverage formula be
17 updated for 2024 to reflect current market
18 conditions, and be used until the leverage formula
19 is readdressed in 2025.

20 The results of this year's leverage formula
21 produces a range of 8.66 percent for a utility with
22 a 100 percent equity ratio, to 11.24 percent for a
23 utility with an equity ratio of 40 percent or less.

24 Thank you.

25 CHAIRMAN LA ROSA: Thank you.

1 Having summarized the item, Commissioners, are
2 there any questions or discussion? Questions or
3 discussion?

4 Seeing none, is there a motion?

5 COMMISSIONER CLARK: Move to approve the item,
6 Mr. Chairman.

7 COMMISSIONER GRAHAM: Second.

8 CHAIRMAN LA ROSA: Hearing a motion, and
9 hearing a second.

10 All those in favor signify by saying yay.

11 (Chorus of yays.)

12 COMMISSIONER LA ROSA: Yay.

13 Opposed no.

14 (No response.)

15 CHAIRMAN LA ROSA: Show that Item No. 6
16 passes.

17 Thank you very much.

18 (Agenda item concluded.)

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CERTIFICATE OF REPORTER

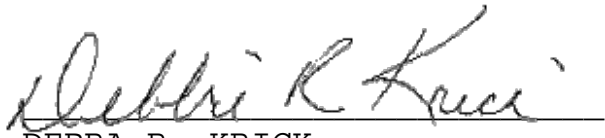
STATE OF FLORIDA)
COUNTY OF LEON)

I, DEBRA KRICK, Court Reporter, do hereby certify that the foregoing proceeding was heard at the time and place herein stated.

IT IS FURTHER CERTIFIED that I stenographically reported the said proceedings; that the same has been transcribed under my direct supervision; and that this transcript constitutes a true transcription of my notes of said proceedings.

I FURTHER CERTIFY that I am not a relative, employee, attorney or counsel of any of the parties, nor am I a relative or employee of any of the parties' attorney or counsel connected with the action, nor am I financially interested in the action.

DATED this 21st day of May, 2024.



DEBRA R. KRICK
NOTARY PUBLIC
COMMISSION #HH31926
EXPIRES AUGUST 13, 2024