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BEFORE THE
FLORIDA PUBLIC SERVICE COMMISSION

In the Matter of:

DOCKET NO. 20250006-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. 4

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

DATE: Tuesday, June 3, 2025

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 Item No. 4.

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

6 Item 4 is staff's recommendation in Docket No.
7 20250006 regarding the annual reestablishment of
8 the authorized range of returns on equity for water
9 and wastewater utilities pursuant to Section
10 367.081 of the Florida Statutes.

11 Section 367.081 authorizes the Commission to
12 establish, not less than once each year, an annual
13 leverage formula to count a reasonable range of
14 returns on equity for water and wastewater
15 utilities.

16 Staff recommends the leverage formula be
17 updated for 2025 to reflect current market
18 conditions, and be used until the leverage formula
19 is readdressed in 2026.

20 The results of this year's leverage formula
21 produces a range of returns on equity of 8.51
22 percent for a utility with an equity ratio of 100
23 percent to 10.51 percent for a utility with an
24 equity ratio of 40 percent or less.

25 Thank you.

1 CHAIRMAN LA ROSA: Thank you, Mr. McGowan for
2 that summary.

3 Commissioners, are there questions or
4 discussions on this item? Questions or
5 discussions?

6 Seeing none, open for a motion.

7 COMMISSIONER CLARK: Move to approve, Mr.
8 Chairman.

9 COMMISSIONER GRAHAM: Second.

10 CHAIRMAN LA ROSA: Hearing a motion and
11 hearing a second.

12 All those in favor signify by saying yay.

13 (Chorus of yays.)

14 CHAIRMAN LA ROSA: Yay.

15 Opposed no?

16 (No response.)

17 CHAIRMAN LA ROSA: Show that Item No. 4
18 passes.

19 Thank you.

20 (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 18th day of June, 2025.



DEBRA R. KRICK
NOTARY PUBLIC
COMMISSION #HH575054
EXPIRES AUGUST 13, 2028