

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: October 14, 2016

TO: Carlotta S. Stauffer, Commission Clerk, Office of Commission Clerk

FROM: Todd M. Brown, Public Utilities Supervisor, Division of Accounting & Finance 

RE: Docket No. 160030-WS – Application for increase in water rates in Lee County and wastewater rates in Pasco County by Ni Florida, LLC.

Please add the following documents, received via e-mail, to the above referenced docket file.

RECEIVED-FPSC
2016 OCT 14 PM 4:13
COMMISSION
CLERK

Todd Brown

From: Marty Deterding <mdeterding@sfflaw.com>
Sent: Monday, May 02, 2016 12:43 PM
To: Todd Brown
Cc: Mark Cicchetti; Cheryl Bulecza-Banks; Kyesha Mapp
Subject: FW: Ni Florida - Additional Information Requested
Attachments: FPSC Interim Rate Expense Inquiry.xlsx

Todd

See below and attached responses to your questions related to Ni Florida. Let me know if you need anything else

F. MARSHALL DETERDING

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From: Benny Wilkinson [<mailto:BWilkinson@niamerica.com>]
Sent: Monday, May 02, 2016 11:32 AM
To: Marty Deterding
Subject: RE: Ni Florida - Additional Information Requested

Attached is the detailed calculation of the amount of D&O Insurance Expense included in the rate filing. The amount included for Tamiami is \$851.30 and the amount included for Hudson is \$3,267.07. The schedule references are included on the attachment also.

The Due Diligence and Equity Sponsor Fee expenses were excluded from allocable expenses during the preparation of the rate filing, and were thus not included in the rate filing from the beginning.

If you or the FPSC Staff have any questions, please let me know.

Thanks...Benny
713.574.7772

From: Todd Brown [<mailto:TBrown@PSC.STATE.FL.US>]
Sent: Tuesday, April 26, 2016 1:35 PM
To: Marty Deterding; Bronwyn Ferrell
Cc: Mark Cicchetti; Cheryl Bulecza-Banks; Kyesha Mapp
Subject: Ni Florida - Additional Information Requested

Good afternoon. Staff is in the process of completing its interim revenue requirement for Ni Florida and requests several pieces of additional information to assist with its analysis.

In the utility's last rate case, the Commission made adjustments related to Due Diligence Costs (Order No. PSC-13-0611-PAA-WS, pp. 13-14), the Equity Sponsor Fee (pp. 14-15), and Director and Officer Liability (DOL) insurance (p. 17).

Please provide the amount of Due Diligence Costs, Equity Sponsor Fee, and DOL insurance included in the current test year. As part of the utility's response, identify the schedule, line number, etc. where those amounts are embedded within the filing. Please respond as quickly as possible.

Thanks in advance for your assistance.

Todd M. Brown
Division of Accounting & Finance
Florida Public Service Commission
850.413.6550
850.413.6551 (Fax)

Ni Florida, LLC
Specific Expenses
For the Test Year Ended December 31, 2015

<u>Category</u>	<u>Total</u>	<u>Hudson</u>	<u>Tamiami</u>
Due Diligence Expenses	\$ -	\$ -	\$ -
Equity Sponsor Fee	\$ -	\$ -	\$ -
Director & Officer Liability Insurance	\$ 47,861.97	\$ 3,267.07	\$ 851.30
ERCs	43,999.3	3,003.4	782.6

Director & Officer Liability Insurance is included in Line 3, Operations & Maintenance, on Schedule B-1 for the Tamiami water portion and Schedule B-2 for the Hudson wastewater portion. It is also included in the Ni America Capital Management, LLC line on Schedule B-12, Page 2 of 2, and Line 1 of Schedule B-12, Page 1 of 2, Column 8 for Tamiami water and Column 9 for Hudson wastewater.