

FLORIDA PUBLIC SERVICE COMMISSION

Item 7

VOTE SHEET

September 7, 2017

FILED 9/7/2017  
DOCUMENT NO. 07586-2017  
FPSC - COMMISSION CLERK

**Docket No. 20170018-SU** – Application to transfer wastewater system and Certificate No. 137-S in Brevard County from Colony Park Development Utilities, LLC to Merritt Island Utility Company, Inc.

**Issue 1:** Should the transfer of Certificate No. 137-S in Brevard County from Colony Park Development Utilities, LLC to Merritt Island Utility Company, Inc. be approved?

**Recommendation:** Yes. The transfer of the wastewater system and Certificate No. 137-S is in the public interest and should be approved effective the date of the Commission vote. The resultant order should serve as the Buyer’s certificate and should be retained by the Buyer. The existing rates and charges should remain in effect until a change is authorized by the Commission in a subsequent proceeding. The tariffs reflecting the transfer should be effective for services rendered or connections made on or after the stamped approval date on the tariffs, pursuant to Rule 25-30.475, Florida Administrative Code (F.A.C.). CPDU paid all Regulatory Assessment Fees (RAFs) through March 2016, and CWS paid RAFs through December 31, 2016. The Buyer should be responsible for paying RAFs after December 31, 2016, and all future years. The Buyer has filed the 2016 Annual Report, and should be responsible for filing all future annual reports.

**APPROVED**

COMMISSIONERS ASSIGNED: All Commissioners

COMMISSIONERS’ SIGNATURES

MAJORITY

DISSENTING

*Donald Polman*  
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**REMARKS/DISSENTING COMMENTS:**

**Docket No. 20170018-SU** – Application to transfer wastewater system and Certificate No. 137-S in Brevard County from Colony Park Development Utilities, LLC to Merritt Island Utility Company, Inc.

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**Issue 2:** What is the appropriate net book value for the Merritt Island wastewater system for transfer purposes?

**Recommendation:** The net book value of the wastewater system for transfer purposes is \$43,969 as of December 22, 2016. Within 90 days of the date of the final order, MIU should be required to notify the Commission in writing, that it has adjusted its books in accordance with the Commission's decision. The adjustments should be reflected in MIU's 2017 Annual Report when filed.

**APPROVED**

**Issue 3:** Should an acquisition adjustment be recognized for ratemaking purposes?

**Recommendation:** Yes. Pursuant to Rule 25-30.0371(3), F.A.C., a negative acquisition adjustment of \$175 should be recognized for ratemaking purposes. Beginning with the date of the issuance of the order approving the transfer, the negative acquisition adjustment should be amortized over a seven-year period, in accordance with Rule 25-30.0371(4)(b)1, F.A.C.

**APPROVED**

**Issue 4:** Should this docket be closed?

**Recommendation:** If no protest to the proposed agency action is filed by a substantially affected person within 21 days of the date of the issuance of the order, a consummating order should be issued and the docket should be closed administratively upon Commission staff's verification that the revised tariff sheets have been filed and the Buyer has notified the Commission in writing that it has adjusted its books in accordance with the Commission's decision.

**APPROVED**