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JULIE I. BROWN  
DONALD J. POLMANN  
GARY F. CLARK  
ANDREW GILES FAY

STATE OF FLORIDA



OFFICE OF COMMISSION CLERK  
ADAM J. TEITZMAN  
COMMISSION CLERK  
(850) 413-6770

# Public Service Commission

March 21, 2019

Wildwood Water Company  
Diane Mills, President  
wildwood@abs.us.com

**Re: Docket No. 20180141-WS**

Dear Ms. Mills

You are receiving this communication, in addition to the attached document from the Office of Commission Clerk, because the initial attempt to provide the document to wildwood@abs.us.com failed.

Please ensure that the following addresses are placed on your email whitelist, so that you may continue to receive electronic notifications from the Florida Public Service Commission: [Clerk@psc.state.fl.us](mailto:Clerk@psc.state.fl.us) and [rarfax2@psc.state.fl.us](mailto:rarfax2@psc.state.fl.us).

If wildwood@abs.us.com is a working email address, please confirm by responding to [Clerk@psc.state.fl.us](mailto:Clerk@psc.state.fl.us), so that you may continue receiving electronic notifications. If wildwood@abs.us.com is not correct, please provide your new email address to [Clerk@psc.state.fl.us](mailto:Clerk@psc.state.fl.us), so we may update our records. ***Please include the docket number referenced above in your response.***

Please contact our office at 850-413-6770 should you have any questions.

Sincerely,

A handwritten signature in black ink, appearing to read "Adam J. Teitzman".

Adam J. Teitzman  
Office of Commission Clerk

/ajt

RECEIVED-FPSC  
2019 MAR 21 PM 1:32  
COMMISSION CLERK

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Proposed adoption of Rule 25-30.4575,  
F.A.C., Operating Ratio Methodology.

DOCKET NO. 20180141-WS  
ORDER NO. PSC-2019-0096-FOF-WS  
ISSUED: March 8, 2019

The following Commissioners participated in the disposition of this matter:

ART GRAHAM, Chairman  
JULIE I. BROWN  
DONALD J. POLMANN  
GARY F. CLARK  
ANDREW GILES FAY

NOTICE OF ADOPTION OF RULE

BY THE COMMISSION:

NOTICE is hereby given that the Florida Public Service Commission, pursuant to Section 120.54, Florida Statutes, has adopted without changes Rule 25-30.4575, Florida Administrative Code.

The rule was filed with the Department of State on March 8, 2019, and will be effective on March 28, 2019. A copy of the rule as filed with the Department is attached to this Notice.

This docket is closed upon issuance of this Notice.

ORDER NO. PSC-2019-0096-FOF-WS  
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By ORDER of the Florida Public Service Commission this 8th day of March, 2019.



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ADAM J. TEITZMAN  
Commission Clerk  
Florida Public Service Commission  
2540 Shumard Oak Boulevard  
Tallahassee, Florida 32399  
(850) 413-6770  
[www.floridapsc.com](http://www.floridapsc.com)

Copies furnished: A copy of this document is provided to the parties of record at the time of issuance and, if applicable, interested persons.

AEH

**25-30.4575 Operating Ratio Methodology.**

(1) Under the operating ratio methodology, instead of calculating the utility's revenue requirement based on a rate of return on the utility's rate base, the revenue requirement includes the utility's operating expenses plus a margin of 12 percent of the utility's operation and maintenance expenses. For utilities that are resellers, purchased water and purchased wastewater expenses will be removed from operation and maintenance expense before the 12 percent margin is applied. The operating ratio adjustment shall be no more than \$15,000.

(2) In rate cases processed under Rule 25-30.455, F.A.C, the Commission will use the operating ratio methodology to establish the utility's revenue requirement when:

(a) The utility's rate base is no greater than 125% of operation and maintenance expenses; and

(b) The use of the operating ratio methodology does not change the utility's qualification for a staff assisted rate case under subsection 25-30.455(1), F.A.C.

Rulemaking Authority 367.0814(9) FS. Law Implemented 367.0814(9) FS. History- New