

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.)

21

22

23

24

25

1 CERTIFICATE OF REPORTER

2 STATE OF FLORIDA )  
3 COUNTY OF LEON )  
4

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

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

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

18 DATED this 18th day of June, 2025.  
19

20

21



22

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

23

24

25