Action Item 5

PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA
COMMISSION DIRECTIVE

ADMINISTRATIVE MATTER	☐	DATE	**February 27, 2020**
MOTOR CARRIER MATTER	☐	DOCKET NO.	**2019-64-WS**
UTILITIES MATTER	☑	ORDER NO.	**2020-160**

THIS DIRECTIVE SHALL SERVE AS THE COMMISSION'S ORDER ON THIS ISSUE.

SUBJECT:
DOCKET NO. 2019-64-WS - Application of CUC, Incorporated for Adjustment of Rates and Charges - Staff Presents for Commission Consideration Callawassie Island Property Owners Association, Incorporated and Spring Island Property Owners Association's Petition for Reconsideration/Clarification of Commission Order No. 2020-94.

COMMISSION ACTION:
The Callawassie Island and Spring Island Property Owners Associations are seeking clarification of the Commission's elimination of CUC's Availability Fees in Order No. 2020-94.

According to CUC, eliminating Availability Fees resulted in an approximate shifting of $38,893 in revenues from water Availability Fees ($14,168), sewer Availability Fees ($12,936) and late fees for water and sewer Availability Fees ($11,789) to Metered Revenue.

CUC states that it agrees with the POAs that Column 5 of Attachment 1 ("After Proposed Increase") to the Order misstates the allocation of "Metered Revenue" and "Other Revenue;" however, the Order correctly states the "Increase" and "Total Operating Revenues." The utility has provided a corrected attachment.

The change does not affect the rates submitted by CUC on February 4, 2020, as those rates were calculated on the assumption that CUC would no longer have income from the Availability Fees.

Move to grant clarification and amend Order No. 2020-94 with the corrected Attachment 1 provided by CUC as Exhibit A in its response to the property owners associations' request.

PRESIDING: Randall SESSION: Regular TIME: 2:00 p.m.

	MOTION	YES	NO	OTHER
BELSER	☐	☑	☐	
ERVIN	☐	☑	☐	
HAMILTON	☐	☑	☐	
HOWARD	☑	☑	☐	
RANDALL	☐	☑	☐	
WHITFIELD	☐	☑	☐	

EXHIBIT A

Order Attachment 1
Revised 02/13/2020

CUC, Inc.
Docket No. 2019-64-WS
Operating Experience, Operating Margin, & Rate Base Reflecting ORS's Proposed Increase
For the Test Year Ended December 31, 2018
Combined Operations

Description	(1) Application Per Books	(2) Accounting & Pro Forma Adjustments	(3) After Accounting & Pro Forma Adjustments	(4) Increase
	$	$	$	$
Operating Revenues:				
Metered Revenue	1,213,936	26,068 (1)	1,240,004	146,900 (1
Other Revenue	63,131	(18,189)(2)	44,942	0
Total Operating Revenues	1,277,067	7,879	1,284,946	146,900
Operating Expenses:				
Operating Expenses	1,130,764	(19,555) (3)	1,111,209	0
Depreciation & Amortization	24,946	(9,152) (4)	15,794	0
Rate Case Expenses	0	12,766 (5)	12,766	0
Taxes Other Than Income	49,466	461 (6)	49,927	1,216 (15
Income Taxes	17,596	5,623 (7)	23,219	36,348 (16
Total Operating Expenses	1,222,772	(9,857)	1,212,915	37,564
Total Operating Income	54,295	17,736	72,031	109,336
Other Operating Income				
Add: Amortization of Excess Revenues	0	0	0	0
Net Operating Income	54,295	17,736	72,031	109,336
Less: Interest Expense	1,365	822 (8)	2,187	0
Net Income for Margin	52,930	16,914	69,844	109,336
Operating Margin	4.14%		5.44%	
Original Cost Rate Base:				
Gross Plant in Service	603,995	191,802 (9)	795,797	0
Accumulated Depreciation	(508,622)	(59,210) (10)	(567,832)	0
Net Plant in Service	95,373	132,592	227,965	0
Contributions in Aid of Construction (CIAC)	(831,775)	(402,127) (11)	(1,233,902)	0
Accumulated Amortization of CIAC	0	1,091,088 (12)	1,091,088	0
Materials and Supplies	6,227	0	6,227	0
Cash Working Capital	0	138,902 (13)	138,902	0
Accumulated Deferred Income Taxes	0	0	0	0
Total Rate Base	(730,175)	960,455	230,280	0