

**PUBLIC SERVICE COMMISSION OF SOUTH CAROLINA
COMMISSION DIRECTIVE**

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|-----------------------|-------------------------------------|------------|------------------------|
| ADMINISTRATIVE MATTER | <input type="checkbox"/> | DATE | <u>August 05, 2020</u> |
| MOTOR CARRIER MATTER | <input type="checkbox"/> | DOCKET NO. | <u>2017-381-A</u> |
| UTILITIES MATTER | <input checked="" type="checkbox"/> | ORDER NO. | <u>2020-517</u> |

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

Order Approving Settlement Agreement

SUBJECT:

DOCKET NO. 2017-381-A - Office of Regulatory Staff's Petition for an Order Requiring Utilities to Report the Impact of the Tax Cuts and Jobs Act - Staff Presents for Commission Consideration Palmetto Utilities, Incorporated and Palmetto Wastewater Reclamation LLC's Outstanding Issues.

COMMISSION ACTION:

On July 31, 2018, a settlement was filed between PUI, PWR, LandTech, LLC, Lake Carolina Development, Inc, Building Industry Association of Central South Carolina, Home Builders Association of South Carolina, and the Office of Regulatory Staff regarding how the depreciation expense deduction associated with Contribution in Aid of Construction Property was to be treated in the context of collecting tax from contributors. In the settlement, the parties agree to use the "present value" method approved by the Commission in Order No. 88-237, which would return any tax benefits to the contributor of CIAC Property by deducting its present value of those benefits from the amount of the tax multiplier.

Therefore, I move that the Commission approve the settlement agreement as presented by the parties in this case.

PRESIDING: Randall

SESSION: Regular

TIME: 10:00 a.m.

| | MOTION | YES | NO | OTHER | |
|-----------|-------------------------------------|-------------------------------------|--------------------------|---------------|----------------------------|
| BELSER | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> | | voting via videoconference |
| ERVIN | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> | | voting via videoconference |
| HAMILTON | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> | | voting via videoconference |
| HOWARD | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> | | voting via videoconference |
| RANDALL | <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> | | voting via videoconference |
| WHITFIELD | <input checked="" type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> | | voting via videoconference |
| WILLIAMS | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <u>Absent</u> | Military Leave |

(SEAL)

RECORDED BY: J. Schmieding

