

## DECISION MEMORANDUM

**TO:** COMMISSIONER KJELLANDER  
COMMISSIONER RAPER  
COMMISSIONER ANDERSON  
COMMISSION SECRETARY  
COMMISSION STAFF  
LEGAL

**FROM:** DAYN HARDIE  
DEPUTY ATTORNEY GENERAL

**DATE:** JULY 22, 2020

**SUBJECT:** SUEZ WATER'S PETITION FOR AUTHORIZATION TO ELIMINATE  
COLLECTION OF GROSS-UP PAYMENTS ASSOCIATED WITH  
CONTRIBUTIONS IN AID OF CONSTRUCTION; CASE NO. SUZ-W-20-  
01.

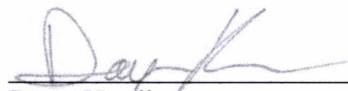
On June 22, 2020, Suez Water ("Company") filed a Petition requesting a Commission order permitting the Company to no longer collect the federal and state income tax gross-up amount related to the Contribution in Aid of Construction ("CIAC") from developers. The Company proposes to modify the CIAC income tax collection method by paying the tax itself and recovering the increased revenue requirement through revenues generated from the new customers served. The Company also requested to update its tariffs to reflect the proposed changes. The Company requested its Petition be processed by Modified Procedure.

### STAFF'S RECOMMENDATION

Staff recommends the Commission issue a Notice of Petition and Notice of Modified Procedure, with public comments due September 15, 2020 and Company reply comments due on September 22, 2020.

### COMMISSION DECISION

Does the Commission wish to issue a Notice of Petition and Notice of Modified Procedure establishing a public comment deadline of September 15, 2020 and a Company reply deadline of September 22, 2020?

  
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Dayn Hardie  
Deputy Attorney General

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