



Florida Public Service Commission

RATE CASE

OVERVIEW

NOVEMBER 2016

Application for increase in wastewater rates in Monroe County by

K W Resort Utilities Corp.

DOCKET NO. 150071-SU

On July 1, 2015, K W Resort Utilities Corp (KW) filed an application with the Florida Public Service Commission (PSC or Commission) for an increase in wastewater rates. KW provides service to approximately 2,060 wastewater customers in Monroe County.

QUESTIONS & ANSWERS

1 Is there an opportunity for public input on this rate case?

Yes. As part of the evaluation process for KW's rate request, the Commission will conduct a customer service hearing to allow customer feedback about KW and the rate-setting process. Customer comments, written and oral, will be taken into consideration when the Commission reaches a decision. Commissioners will attend and participate during the service hearing.

CUSTOMER SERVICE HEARING

November 7, 2016
6:00 P.M.

Harvey Government Center
1200 Truman Avenue
Key West, FL 33040

2 Why is KW requesting a rate increase?

KW is requesting a rate increase in order to recover the cost of operating the utility and allow the company to earn a fair rate of return on its investment.

3 When was KW's last approved rate increase?

KW's current rates were established by the Commission in 2009.

4 Presently, how much is the monthly wastewater bill for a residential customer using 4,000 gallons?

Under current Commission proposed final rates, the monthly wastewater bill for a residential customer using 4,000 gallons is \$52.66.

If cancelled, notice of meeting cancellation will be provided on the Commission's website (www.floridapsc.com) under Hot Topics found on the home page. Cancellation can also be confirmed by contacting the Office of General Counsel at (850) 413-6199.

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5 Using KW's requested final rates, how much would the monthly wastewater bill be for a residential customer using 4,000 gallons?

Using KW's requested final rates, the monthly wastewater bill for a residential customer using 4,000 gallons would be \$65.57.

6 What if I cannot attend the customer service hearing or prefer not to speak? Are there other ways to comment on this case?

Any person who wants to comment or provide information to the Commission regarding this matter may do so orally at the meeting or in writing.* Written comments should be mailed to:

Florida Public Service Commission
Office of Commission Clerk
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850

The PSC will also accept emailed comments at: clerk@psc.state.fl.us

Please be sure to include the docket number, **150071-SU**.

Customer comments are placed on the consumer side of the docket file and are taken into consideration by the Commissioners in reaching their decision. In accordance with Florida Statutes, the PSC will also consider KW's quality of service and other matters. If you have questions, contact the PSC's Of-

fice of Consumer Assistance & Outreach at 1-800-342-3552.

7 Who can answer technical or legal questions?

For technical questions, contact:

Shannon Hudson
(850) 413-7021

Amber Norris
(850) 413-6984

Adam Hill
(850) 413-6212

For legal questions, contact:

Kyesha Mapp
(850) 413-6230

8 Where on the Internet can I obtain more detailed information?

Detailed docket information is available on the PSC website at www.FloridaPSC.com. Click on **Clerk's Office** then **Dockets**. Type in the docket number, **150071**.

9 When will the PSC make a decision?

After the technical hearing takes place on November 7-9, 2016, the PSC staff is scheduled to file a recommendation with the Commission on January 26, 2017. The Commissioners are expected to vote on this matter at the February 7, 2017 Commission Conference.

* Any email or other correspondence sent to a Florida Public Service Commissioner, or any other public official and/or employee of the PSC, in the transaction of public business is considered a public record and is subject to Florida's Public Records Law. This means that Florida law generally requires the PSC to provide a copy of any such email or correspondence, upon request, for inspection and copying to any Florida citizen or to any member of the media.

PSC Commissioners



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K W Resort Utilities Corp. Monthly Wastewater Rates

	Rates Prior to Filing	Utility Requested Final Rates	Current Commission Proposed Final Rates*
<u>Residential Service</u>			
Base Facility Charge - All Meter Sizes	\$17.81	\$35.09	\$31.66
Charge per 1,000 gallons - Residential 10,000 gallon cap	\$3.87	\$7.62	\$5.25
<u>General Service</u>			
Base Facility Charge by Meter Size			
5/8" x 3/4"	\$17.81	\$35.09	\$31.66
1"	\$44.53	\$87.72	\$79.15
1 1/2"	\$89.05	\$175.43	\$158.30
2"	\$142.47	\$280.67	\$253.28
3"	\$284.95	\$561.35	\$506.56
4"	\$445.24	\$877.12	\$791.50
6"	\$890.49	\$1,754.27	\$1,583.00
8"	\$1,602.86	\$3,157.63	\$2,532.80
8 Turbo"	\$2,048.10	\$4,034.76	\$2,849.40
Charge per 1,000 gallons - General Service	\$4.64	\$9.14	\$6.30
<u>Reuse Service</u>			
Per 1,000 gallons	\$0.68	\$1.34	\$0.93

* Current Commission Proposed Final rates effective April 20, 2016 - present.

K W Resort Utilities Corp. Monthly Wastewater Rates

	Rates Prior to Filing	Utility Requested Final Rates	Current Commission Proposed Final Rates *
<u>Private Lift Station Owners</u>			
5/8" x 3/4"	\$17.81	\$35.09	\$25.33
1"	\$44.53	\$87.72	\$63.32
1 1/2"	N/A	N/A	\$126.64
2"	\$142.47	\$280.67	\$202.62
3"	N/A	N/A	\$405.25
4"	N/A	N/A	\$633.20
6"	N/A	N/A	\$1,266.40
8"	N/A	N/A	\$2,026.24
 Charge per 1,000 gallons - Private Lift Stations	 \$4.64	 \$9.14	 \$6.30
<u>Bulk Wastewater Rate</u>			
Safe Harbor Marina	\$917.11	\$3,280.11	N/A
South Stock Island Marinas	\$244.43	\$481.53	N/A
 Charge per 1,000 gallons - Bulk	 \$4.64	 \$9.14	 N/A
<u>Swimming Pools</u>			
Large	\$105.75	\$207.54	N/A
Small	\$31.31	\$61.68	N/A
 Typical Residential 5/8" x 3/4" Meter Bill Comparison			
4,000 gallons	\$33.29	\$65.57	\$52.66
6,000 gallons	\$41.03	\$80.81	\$63.16
10,000 gallons	\$56.51	\$111.29	\$84.16

* Current Commission Proposed Final rates effective April 20, 2016 - present.

STAMP

Florida Public Service Commission
Office of Commission Clerk
2540 Shumard Oak Boulevard
Tallahassee, FL 32399-0850

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