

ORIGINAL

CLASS B
WATER AND/OR WASTEWATER UTILITIES

**FINANCIAL, RATE
AND ENGINEERING
MINIMUM FILING
REQUIREMENTS**

OF

Company: **Key Haven Utility Corporation**

Exact Legal Name of Utility

VOLUME I



DOCUMENT NUMBER DATE
10306 SEP 26 2001
FPSC-COMMISSION CLERK

FOR THE

Test Year Ended: December 31, 2001
(Revised)

FORM PSC/WAW 20 (/)

AMENDED EXHIBIT "1"

**CLASS B
WATER AND/OR WASTEWATER UTILITIES**

**FINANCIAL, RATE
AND ENGINEERING
MINIMUM FILING
REQUIREMENTS**

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Exact Legal Name of Utility

VOLUME I



FOR THE

Test Year Ended: December 31, 2001

(Revised)

DOCUMENT NUMBER-DATE

10306 SEP 26 8

FPSC-COMMISSION CLERK

**CLASS A AND B WATER AND/OR SEWER UTILITIES
FINANCIAL, RATE AND ENGINEERING
MINIMUM FILING REQUIREMENTS**

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**CLASS A AND B WATER AND/OR SEWER UTILITIES
FINANCIAL, RATE AND ENGINEERING
MINIMUM FILING REQUIREMENTS**

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Cronin, Jackson, Nixon & Wilson

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September 23, 2002

Officers and Directors
Key Haven Utility Corporation

We have compiled the rate case Financial, Rate, and Engineering Minimum Filing Requirements of Key Haven Utility Corporation, for the year ended December 31, 2001, in the accompanying prescribed form, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

Our compilation was limited to presenting, in the form prescribed by the Florida Public Service Commission, information that is the representation of management of Key Haven Utility Corporation. We have not audited or reviewed the report referred to above and, accordingly, we do not express an opinion or any other form of assurance on it.

This report is presented in accordance with the requirements of the Florida Public Service Commission, which differ from generally accepted accounting principles. Accordingly, this report is not designed for those who are not informed about such differences.

Cronin, Jackson, Nixon & Wilson

CRONIN, JACKSON, NIXON & WILSON

Schedule of Wastewater Rate Base

Florida Public Service Commissior

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Schedule Year Ended: December 31, 2001
 Interim [] Final [X]
 Historic [X] Projected []

Schedule: A-2
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide the calculation of average rate base for the test year, showing all adjustments. All non-used and useful items should be reported as Plant Held For Future Use. If method other than formula approach (1/8 O&M) is used to determine working capital, provide additional schedule showing detail calculation.

Line No.	(1) Description	(2) Balance Per Books	(3) A-3 Utility Adjustments	(4) Adjusted Utility Balance	(5) Supporting Schedule(s)
1	Utility Plant in Service	\$ 1,668,919	\$ -	\$ 1,668,919	A-6
2	Utility Land & Land Rights	5,666		5,666	A-6
3	Less: Non-Used & Useful Plant	(47,757)		(47,757)	A-7
4	Construction Work in Progress				-
5	Less: Accumulated Depreciation	(617,860)	-	(617,860)	A-10
6	Less: CIAC	(308,379)		(308,379)	A-12
7	Accumulated Amortization of CIAC	237,482		237,482	A-14
8	Acquisition Adjustments				-
9	Accum. Amort. of Acq. Adjustments				-
10	Advances For Construction				A-16
11	Working Capital Allowance	<u>22,974</u>	<u>243 (A)</u>	<u>23,217</u>	A-17
12	Total Rate Base	<u>\$ 961,045</u>	<u>\$ 243</u>	<u>\$ 961,288</u>	

Schedule of Wastewater Rate Base

Florida Public Service Commissior

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Schedule Year Ended: December 31, 2001
 Interim Final
 Historic Projected

Schedule: A-2 (a)
 Page 1 of 1
 Preparer:CJN & W

Explanation: Provide the calculation of average rate base for the test year, showing all adjustments. All non-used and useful items should be reported as Plant Held For Future Use. If method other than formula approach (1/8 O&M) is used to determine working capital, provide additional schedule showing detail calculation.

Line No.	(1) Description	(2) Balance Per Books	(3) A-3 Utility Adjustments	(4) Adjusted Utility Balance	(5) Supporting Schedule(s)
1	Utility Plant in Service	\$ 1,668,919		\$ 1,668,919	A-6
2	Utility Land & Land Rights	5,666		5,666	A-6
3	Less: Non-Used & Useful Plant	(47,757)		(47,757)	A-7
4	Construction Work in Progress				-
5	Less: Accumulated Depreciation	(617,860)		(617,860)	A-10
6	Less: CIAC	(308,379)		(308,379)	A-12
7	Accumulated Amortization of CIAC	237,482		237,482	A-14
8	Acquisition Adjustments				-
9	Accum. Amort. of Acq. Adjustments				-
10	Advances For Construction				A-16
11	Working Capital Allowance	<u>22,974</u>	<u>(3,107) (A)</u>	<u>19,867</u>	A-17
12	Total Rate Base	<u>\$ 961,045</u>	<u>\$ (3,107)</u>	<u>\$ 957,938</u>	

Company: Key Haven Utility Corporation

Schedule: A-3

Schedule Year Ended: December 31, 2001

Page 1 of 2

Interim [] Final [X]

Docket No.: 020344-SU

Historic [X] Projected []

Preparer: CJN & W

Explanation: Provide a detailed description of all adjustments to rate base per books, with a total for each rate base line item.

Line No.	Description	Water	Wastewater
1	<u>(A) Working Capital</u>		
2	Total adjustments to O & M Expense		\$ 1,942
3	Factor		<u>8</u>
4	Total adjustment		<u>\$ 243</u>

Schedule of Adjustments to Rate Base

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Schedule Year Ended: December 31, 2001
 Interim Final
 Historic Projected

Schedule: A-3(a)
 Page 1 of 1
 Docket No.: 020344-SU
 Preparer: CJN & W

Explanation: Provide a detailed description of all adjustments to rate base per books, with a total for each rate base line item.

Line No.	Description	Water	Wastewater
1	(A) Working Capital		
2	Total adjustments to O & M Expense	N/A	\$ (24,858)
3	Factor		<u>8</u>
4	Total adjustment		<u>\$ (3,107)</u>

Schedule of Water and Wastewater Plant in Service
Annual Balances Subsequent to Last Established Rate Base

Florida Public Service Commission

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001

Schedule: A-4
Page 1 of 1
Preparer: CJN & W

Explanation: Provide the annual balance of the original cost of plant in service, for water and sewer separately, for all years since either rate base was last established by this Commission, or the date of inception of utility service if rate base has not been established previously by this Commission; and yearly additions, retirements, and adjustments by dollar amount up to the end of the test year. Provide an additional page if necessary. If a projected test year is used, include the projected annual additions and/or retirements specifically identifying those amounts.

Line No.	Description	Year-End Balance	
		Water	Wastewater
1	12/31/93 Balance per Order No. PSC-94-1557-S-SU	N/A	\$ 1,079,072
2	1994 Additions		52,190
3	1994 Retirements		
4	1994 Adjustments (Misc difference to balance to rate order)		(4,802)
5	12/31/94 Balance	-	1,126,460
6	1995 Additions		17,633
7	1995 Retirements		
8	1995 Adjustments		
9	12/31/95 Balance	-	1,144,093
10	1996 Additions		19,421
11	1996 Retirements		
12	1996 Adjustments		
13	12/31/96 Balance	-	1,163,514
14	1997 Additions		
15	1997 Retirements		
16	1997 Adjustments		
17	12/31/97 Balance	-	1,163,514
18	1998 Additions		14,521
19	1998 Retirements		
20	1998 Adjustments		
21	12/31/98 Balance	-	1,178,035
22	1999 Additions		276,022
23	1999 Retirements		
24	1999 Adjustments		
25	12/31/99 Balance	-	1,454,057
26	2000 Additions		
27	2000 Retirements		
28	2000 Adjustments		
29	12/31/00 Balance	-	1,454,057
30	2001 Additions		441,055
31	2001 Retirements	-	
32	2001 Adjustments		
33	12/31/01 Balance	\$ -	\$ 1,895,112

Supporting Schedules: A-5, A-6
Recap Schedules: A-18

Schedule of Wastewater Plant In Service By Primary Account
Beginning and End of Year Average

Florida Public Service Commission

Schedule: A-6
Page 1 of 1
Preparer: C.J.N & W

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Schedule Year Ended: December 31, 2001
Historic [X] Projected []

Explanation: Provide the ending balances and average of plant in service for the prior year and the test year by primary account. Also show non-used & useful amounts by account.

Recap Schedules: A-2, A-4

No.	(1) Line Account No. and Name	(2) Test Year 12/31/00	(3) Test Year 12/31/01	(4) Average	(5) Non-Used & Useful %	(6) Non-Used & Amount
1	INTANGIBLE PLANT					
2	351.1 Organization					
3	352.1 Franchises					
4	389.1 Other Plant & Misc. Equipment					
5	COLLECTION PLANT					
6	353.2 Land & Land Rights					
7	354.2 Structures & Improvements					
8	355.2 Power Generation Equipment					
9	360.2 Collection Sewers - Force					
10	361.2 Collection Sewers - Gravity	\$ 525,062	\$ 964,367	\$ 744,715		
11	362.2 Special Collecting Structures					
12	363.2 Services to Customers					
13	364.2 Flow Measuring Devices					
14	365.2 Flow Measuring Installations					
15	389.2 Other Plant & Misc. Equipment					
16	SYSTEM PUMPING PLANT					
17	353.3 Land & Land Rights					
18	355.3 Power Generation Equipment					
19	354.3 Structures & Improvements					
20	370.3 Receiving Wells	10,400	10,400	10,400		
21	371.3 Pumping Equipment	44,014	44,014	44,014		
22	389.3 Other Plant & Misc. Equipment					
23	TREATMENT AND DISPOSAL PLANT					
24	353.4 Land & Land Rights	5,666	5,666	5,666		
25	354.4 Structures & Improvements					
26	355.4 Power Generation Equipment					
27	380.4 Treatment & Disposal Equipment	868,190	869,940	869,065	Note (1)	\$ 325,474
28	381.4 Plant Sewers					
29	382.4 Outfall Sewer Lines					
30	389.4 Other Plant & Misc. Equipment					
31	RECLAIMED WASTEWATER TREATMENT PLANT					
32	353.5 Land & Land Rights					
33	354.5 Structures & Improvements					
34	355.5 Power Generation Equipment					
35	371.5 Pumping Equipment					
36	381.5 Plant Sewers					
37	389.5 Other Plant & Misc. Equipment					
38	RECLAIMED WASTEWATER DISTRIBUTION PLANT					
39	352.6 Franchises					
40	353.6 Land & Land Rights					
41	354.6 Structures & Improvements					
42	355.6 Power Generation Equipment					
43	366.6 Reuse Services					
44	367.6 Reuse Meters & Meter Installations					
45	371.6 Pumping Equipment					
46	375.6 Reuse Transmission & Distribution System					
47	389.6 Other Plant & Misc. Equipment					
48	GENERAL PLANT					
49	353.7 Land & Land Rights					
50	354.7 Structures & Improvements					
51	390.7 Office Furniture & Equipment					
52	391.7 Transportation Equipment					
53	392.7 Stores Equipment					
54	393.7 Tools, Shop & Garage Equipment					
55	394.7 Laboratory Equipment					
56	395.7 Power Operated Equipment					
57	396.7 Communication Equipment					
58	397.7 Miscellaneous Equipment					
59	398.7 Other Tangible Plant					
		725	725	725		
60	TOTAL	\$ 1,454,057	\$ 1,895,112	\$ 1,674,585		\$ 325,474

Note (1): Specifically identified cost of 1973 plant taken off-line in 1991 and held as a standby unit

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Schedule Year Ended: December 31, 2001

Schedule: A-7
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide a summary of the items included in non-used and useful plant for the test year. Provide additional support schedules, if necessary.

Line No.	(1) Description	(2) Average Amount Per Books	(3) Utility Adjustments	(4) Balance Per Utility
WATER				
1	Plant in Service	The Company provides wastewater service only; therefore, this Schedule is not applicable		
2	Land			
3	Accumulated Depreciation			
4	Other (Explain)			
5	Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
WASTEWATER				
6	Plant in Service	\$ 1,668,919	\$ (325,474)	\$ 1,343,445
7	Land	5,666	-	5,666
8	Accumulated Depreciation	(617,860)	277,717	(340,143)
9	Other (Explain)			
10	Total	<u>\$ 1,056,725</u>	<u>\$ (47,757)</u>	<u>\$ 1,008,968</u>

Supporting Schedules: A-5, A-6, A-9, A-10
 Recap Schedules: A-1, A-2

Schedule of Water and Wastewater Accumulated Depreciation
Annual Balances Subsequent to Last Established Rate Base

Florida Public Service Commission

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001

Schedule: A-8
Page 1 of 1
Preparer: C.J.N. & W

Explanation: Provide the annual balance of accumulated depreciation, for water and sewer separately, for all years since either rate base was last established by this Commission, or the date of inception of utility service if rate base has not been established previously by this Commission; and yearly additions, retirements, and adjustments by dollar amount up to the end of the test year. Provide an additional page if necessary. If a projected test year is used, include the projected annual additions and/or retirements specifically identifying those amounts.

Line No.	Description	Year-End Balance	
		Water	Wastewater
1	12/31/93 Balance per Order No. PSC-94-1557-S-SU	N/A	\$ 286,708
2	1994 Additions		45,497
3	1994 Retirements		
4	1994 Adjustments (Misc difference to balance to rate order)		193
5	12/31/94 Balance	-	332,398
6	1995 Additions		46,896
7	1995 Retirements		
8	1995 Adjustments		
9	12/31/95 Balance	-	379,294
10	1996 Additions		47,092
11	1996 Retirements		
12	1996 Adjustments		
13	12/31/96 Balance	-	426,386
14	1997 Additions		40,152
15	1997 Retirements		
16	1997 Adjustments		
17	12/31/97 Balance	-	466,538
18	1998 Additions		37,498
19	1998 Retirements		
20	1998 Adjustments		
21	12/31/98 Balance	-	504,036
22	1999 Additions		41,980
23	1999 Retirements		
24	1999 Adjustments		
25	12/31/99 Balance	-	546,016
26	2000 Additions		46,259
27	2000 Retirements		
28	2000 Adjustments		
29	12/31/00 Balance	-	592,275
30	2001 Additions		51,167
31	2001 Retirements	-	
32	2001 Adjustments		
33	12/31/01 Balance	\$ -	\$ 643,442

Supporting Schedules: A-9, A-10
Recap Schedules: A-18

Schedule of Wastewater Accumulated Depreciation By Primary Account
Beginning and End of Year Average

Florida Public Service Commission

Schedule: A-10

Page 1 of 1

Preparer: CJN & W

Recap Schedules: A-1, A-8

Company: Key Haven Utility Corporation

Docket No.: 020344-SU

Schedule Year Ended: December 31, 2001

Historic [X] Projected []

Explanation: Provide the ending balances and average of accumulated depreciation for the prior year and the test year by primary account. Also show non-used & useful amounts by account.

No.	(1) Line Account No. and Name	(2) Test Year 12/31/00	(3) Test Year 12/31/01	(4) Average	(5) Non-Used & Useful %	(6) Non-Used & Amount
1	INTANGIBLE PLANT					
2	351.1 Organization					
3	352.1 Franchises					
4	389.1 Other Plant & Misc. Equipment					
5	COLLECTION PLANT					
6	354.2 Structures & Improvements					
7	355.2 Power Generation Equipment					
8	360.2 Collection Sewers - Force					
9	361.2 Collection Sewers - Gravity	\$ 159,229	\$ 175,776	\$ 167,503		
10	362.2 Special Collecting Structures					
11	363.2 Services to Customers					
12	364.2 Flow Measuring Devices					
13	365.2 Flow Measuring Installations					
14	389.2 Other Plant & Misc. Equipment					
15	SYSTEM PUMPING PLANT					
16	355.3 Power Generation Equipment					
17	354.3 Structures & Improvements					
18	370.3 Receiving Wells	4,427	4,770	4,599		
19	371.3 Pumping Equipment	22,365	24,830	23,598		
20	389.3 Other Plant & Misc. Equipment					
21	TREATMENT AND DISPOSAL PLANT					
22	354.4 Structures & Improvements					
23	355.4 Power Generation Equipment					
24	380.4 Treatment & Disposal Equipment	405,942	437,706	421,824	Note (1)	\$ 277,717
25	381.4 Plant Sewers					
26	382.4 Outfall Sewer Lines					
27	389.4 Other Plant & Misc. Equipment					
28	RECLAIMED WASTEWATER TREATMENT PLANT					
29	354.5 Structures & Improvements					
30	355.5 Power Generation Equipment					
31	371.5 Pumping Equipment					
32	381.5 Plant Sewers					
33	389.5 Other Plant & Misc. Equipment					
34	RECLAIMED WASTEWATER DISTRIBUTION PLANT					
35	352.6 Franchises					
36	354.6 Structures & Improvements					
37	355.6 Power Generation Equipment					
38	366.6 Reuse Services					
39	367.6 Reuse Meters & Meter Installations					
40	371.6 Pumping Equipment					
41	375.6 Reuse Transmission & Distribution System					
42	389.6 Other Plant & Misc. Equipment					
43	GENERAL PLANT					
44	354.7 Structures & Improvements					
45	390.7 Office Furniture & Equipment					
46	391.7 Transportation Equipment					
47	392.7 Stores Equipment					
48	393.7 Tools, Shop & Garage Equipment					
49	394.7 Laboratory Equipment					
50	395.7 Power Operated Equipment					
51	396.7 Communication Equipment					
52	397.7 Miscellaneous Equipment					
53	398.5 Other Tangible Plant	312	360	336		
54	TOTAL	\$ 592,275	\$ 643,442	\$ 617,860		\$ 277,717

Note (1): Specifically identified accumulated depreciation of 1973 plant taken off-line in 1991 and held as a standby unit

Schedule of Water and Wastewater Contributions in Aid of Construction
Annual Balances Subsequent to Last Established Rate Base

Florida Public Service Commission

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001

Schedule: A-11
Page 1 of 1
Preparer: CJK & W

Explanation: Provide the annual balance of contributions in aid of construction, for water and sewer separately, for all years since either rate base was last established by this Commission, or the date of inception of utility service if rate base has not been established previously by this Commission; and yearly additions, retirements, and adjustments by dollar amount up to the end of the test year. Provide an additional page if necessary. If a projected test year is used, include the projected annual additions and/or retirements specifically identifying those amounts.

Line No.	Description	Year-End Balance	
		Water	Wastewater
1	12/31/93 Balance per Order No. PSC-94-1557-S-SU	N/A	\$ 251,130
2	1994 Additions		14,784
3	1994 Retirements		
4	1994 Adjustments		
5	12/31/94 Balance	-	265,914
6	1995 Additions		6,000
7	1995 Retirements		
8	1995 Adjustments		
9	12/31/95 Balance	-	271,914
10	1996 Additions		9,720
11	1996 Retirements		
12	1996 Adjustments		
13	12/31/96 Balance	-	281,634
14	1997 Additions		7,305
15	1997 Retirements		
16	1997 Adjustments		
17	12/31/97 Balance	-	288,939
18	1998 Additions		9,720
19	1998 Retirements		
20	1998 Adjustments		
21	12/31/98 Balance	-	298,659
22	1999 Additions		1,215
23	1999 Retirements		
24	1999 Adjustments		
25	12/31/99 Balance	-	299,874
26	2000 Additions		3,645
27	2000 Retirements		
28	2000 Adjustments		
29	12/31/00 Balance	-	303,519
30	2001 Additions		9,720
31	2001 Retirements	-	
32	2001 Adjustments		
33	12/31/01 Balance	\$ -	\$ 313,239

Supporting Schedules: A-12
Recap Schedules: A-19

**Schedule of Contributions in Aid of Construction By Classification
Beginning and End of Year Average - Water and Wastewater**

Florida Public Service Commission

**Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Schedule Year Ended: December 31, 2001
Historic [X] or Projected []**

**Schedule: A-12
Page 1 of 1
Preparer: CJN & W**

Explanation: Provide the ending balances and average of CIAC, by classification for the prior year and the test year. If a projected year is employed, provide breakdown for base year and intermediate year also.

Line No.	(1) Description	(2) Test Year 12/31/00	(3) Test Year 12/31/01	(4) Average
WATER				
1	Plant Capacity Fees	The Company provides wastewater service only; therefore, this Schedule is not applicable		
2	Line/Main Extension Fees			-
3	Meter Installation Fees			-
4	Contributed Lines			-
5	Other (Describe)			
6		\$ -	\$ -	\$ -
7	Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
WASTEWATER				
8	Plant Capacity Fees	\$ 303,519	\$ 313,239	308,379
9	Line/Main Extension Fees			-
10	Contributed Lines			-
11	Other (Describe)			
12		\$ -	\$ -	\$ -
13	Total	<u>\$ 303,519</u>	<u>\$ 313,239</u>	<u>\$ 308,379</u>

Schedule of Water and Wastewater Accumulated Amortization of CIAC
Annual Balances Subsequent to Last Established Rate Base

Florida Public Service Commission

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001

Schedule: A-13
Page 1 of 1
Preparer: CJK & W

Explanation: Provide the annual balance of accumulated amortization of CIAC, for water and sewer separately, for all years since either rate base was last established by this Commission, or the date of inception of utility service if rate base has not been established previously by this Commission; and yearly additions and adjustments by dollar amount up to the end of the test year. Provide an additional page if necessary. If a projected test year is used, include the projected additions and/or retirements specifically identifying those amounts. Show any retirements as adjustments.

Line No.	Description	Year-End Balance	
		Water	Wastewater
1	12/31/93 Balance per Order No. PSC-94-1557-S-SU	N/A	\$ 149,378
2	1994 Additions		10,651
3	1994 Retirements		
4	1994 Adjustments		
5	12/31/94 Balance	-	160,029
6	1995 Additions		11,079
7	1995 Retirements		
8	1995 Adjustments		
9	12/31/95 Balance	-	171,108
10	1996 Additions		11,403
11	1996 Retirements		
12	1996 Adjustments		
13	12/31/96 Balance	-	182,511
14	1997 Additions		11,754
15	1997 Retirements		
16	1997 Adjustments		
17	12/31/97 Balance	-	194,265
18	1998 Additions		12,104
19	1998 Retirements		
20	1998 Adjustments		
21	12/31/98 Balance	-	206,369
22	1999 Additions		12,330
23	1999 Retirements		
24	1999 Adjustments		
25	12/31/99 Balance	-	218,699
26	2000 Additions		12,430
27	2000 Retirements		
28	2000 Adjustments		
29	12/31/00 Balance	-	231,129
30	2001 Additions		12,705
31	2001 Retirements	-	
32	2001 Adjustments		
33	12/31/01 Balance	\$ -	\$ 243,834

Supporting Schedules: A-14
Recap Schedules: A-19

Schedule of Accumulated Amortization of CIAC By Classification
Beginning and End of Year Average - Water and Wastewater

Florida Public Service Commission

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Schedule Year Ended: December 31, 2001
Historic [X] or Projected []

Schedule: A-14
Page 1 of 1
Preparer: CJN & W

Explanation: Provide the ending balances and average of accumulated amortization of CIAC, by classification for the prior year and the test year. If a projected year is employed, provide breakdown for base year and intermediate year also.

Line No.	(1) Description	(2) Test Year 12/31/00	(3) Test Year 12/31/01	(4) Average
WATER				
1	Plant Capacity Fees	The Company provides wastewater service only; therefore, this Schedule is not applicable		
2	Line/Main Extension Fees			-
3	Meter Installation Fees			-
4	Contributed Lines			
5	Other (Describe)			-
6		\$ -	\$ -	\$ -
7	Total	\$ -	\$ -	\$ -
WASTEWATER				
8	Plant Capacity Fees	\$ 231,129	\$ 243,834	237,482
9	Line/Main Extension Fees			-
10	Contributed Lines			
11	Other (Describe)			
12		\$ -	\$ -	\$ -
13	Total	\$ 231,129	\$ 243,834	\$ 237,482

Company: Key Haven Utility Corporation

Schedule: A-15

Docket No.: 020344-SU

Page 1 of 1

Test Year Ended: December 31, 2001

Preparer: CJN & W

Explanation: Provide the annual AFUDC rates used since either rate base was last established by this Commission, or the date of inception of utility service if rate base has not been established previously. Include a description of practices and authority of rate(s) used.

**Line
No.**

- 1 The Utility does not have an approved AFUDC rate and has not capitalized any funds used during construction since
- 2 rate base was last established.

**Schedule of Water and Wastewater Advances For Construction
Annual Balances Subsequent to Last Established Rate Base**

Florida Public Service Commission

**Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001**

**Schedule: A-16
Page 1 of 1
Preparer: CJN & W**

Explanation: Provide the annual balance of Advances For Construction, for water and sewer separately, for all years since either rate base was last established by this Commission, or the date of inception of utility service if rate base has not been established previously by this Commission; and yearly additions and adjustments by dollar amount up to the end of the test year. Provide an additional page if necessary. If a projected test year is used, include the projected additions and/or retirements, specifically identifying those amounts. Also provide a brief description of the applicant's policy regarding advances.

Line No.	Description	Year-End Balance	
		Water	Wastewater
1	The Company does not collect Advances for Construction; therefore, this schedule is		
2	not applicable		

Schedule of Working Capital Allowance Calculation

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001

Schedule: A-17
 Page 1 of 1
 Preparer: CJN & W
 Recap Schedule: A-1, A-2

Explanation: Provide the calculation of working capital using the formula method. This is calculated by taking the balance of O&M Expenses divided by 8.

Line No		Water	Sewer
1	<u>Final Rates - 12/31/01</u>		
2	Total O & M Expense	N/A	\$ 183,795
3	Adjustments to O & M expense per B-2 and B-3		<u>1,942</u>
4	Total adjusted O & M expense		185,737
5	Divide by 8		<u>8</u>
6	Equals working capital		<u>\$ 23,217</u>
7	<u>Interim Rates - 12/31/01</u>		
8	Total O & M Expense		\$ 183,795
9	Adjustments to O & M expense per B-2(a) and B-3(a)		<u>(24,858)</u>
10	Total adjusted O & M expense		158,937
11	Divide by 8		<u>8</u>
12	Equals working capital		<u>\$ 19,867</u>

Comparative Balance Sheet - Assets

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001

Schedule: A-18
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide a balance sheet for years requested. Provide same for historical base or intermediate years, if not already shown.

Line No.	(1) ASSETS	(3) Test Year Ended 12/31/01	(4) Historic Year Ended 12/31/00
1	Utility Plant in Service	\$ 1,895,112	\$ 1,454,057
2	Construction Work in Progress		16,477
3	Other Utility Plant Adjustments		
4	GROSS UTILITY PLANT	1,895,112	1,470,534
5	Less: Accumulated Depreciation	(643,442)	(592,275)
6	NET UTILITY PLANT	<u>1,251,670</u>	<u>878,259</u>
7	Cash	29,165	126,175
8	Accounts Rec'b - trade	(110)	(569)
9	Notes Receivable		
10	Accts. Rec'b - Assoc. Cos.		
11	Notes Rec'b - Assoc. Cos.		
10	Accts. Rec'b - Other		
12	Accrued Interest Rec'b		
13	Allowance for Bad Debts		
14	Materials & Supplies		
15	Miscellaneous Current & Accrued Assets	<u>1,492</u>	<u>1,492</u>
16	TOTAL CURRENT ASSETS	<u>30,547</u>	<u>127,098</u>
17	Net nonutility property		
18	Unamortized Debt Discount & Exp.	9,894	5,781
19	Prelim. Survey & Investigation Charges		
20	Clearing Accounts		
21	Deferred Rate Case Expense		
22	Other Miscellaneous Deferred Debits		
23	Accum. Deferred Income Taxes		
24	TOTAL OTHER ASSETS	<u>9,894</u>	<u>5,781</u>
25	TOTAL ASSETS	<u>\$ 1,292,111</u>	<u>\$ 1,011,138</u>

Comparative Balance Sheet - Equity Capital & Liabilities

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended:

Schedule: A-19
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide a balance sheet for years requested. Provide same for historical base or intermediate years, if not already shown.

Line No.	(1) EQUITY CAPITAL & LIABILITIES	(3) Test Year Ended 12/31/01	(4) Historic Year Ended 12/31/00
1	Common Stock Issued	\$ 1,000	\$ 1,000
2	Preferred Stock Issued		
3	Additional Paid in Capital	626,729	626,730
4	Retained Earnings	(350,121)	(293,278)
5	Other Equity Capital		
6	TOTAL EQUITY CAPITAL	<u>277,608</u>	<u>334,452</u>
7	Bonds		
8	Reacquired Bonds		
9	Advances From Associated Companies		
10	Other Long-Term Debt	<u>906,885</u>	<u>572,330</u>
11	TOTAL LONG-TERM DEBT	<u>906,885</u>	<u>572,330</u>
7	Accounts Payable	18,284	21,493
8	Notes Payable		
9	Notes & Accounts Payable - Assoc. Cos.		
10	Customer Deposits		
11	Accrued Taxes	10,729	10,473
12	Current Portion Long Term Debt		
13	Accrued Dividends		
14	Misc. Current and Accrued Liabilities	<u>9,200</u>	
15	TOTAL CURRENT & ACCRUED LIABILITIES	<u>38,213</u>	<u>31,966</u>
16	Advances for Construction		
17	Prepaid Capacity Charges		
18	Accum. Deferred ITC's		
19	Operating Reserves		
20	TOTAL DEFERRED CREDITS & OPER. RESERVES	<u>-</u>	<u>-</u>
21	Contributions in Aid of Construction	313,239	303,519
22	Less: Accum. Amortization of CIAC	(243,834)	(231,129)
23	Accumulated Deferred Income Taxes		
24	Total Equity Capital and Liabilities	<u>\$ 1,292,111</u>	<u>\$ 1,011,138</u>

Schedule of Wastewater Net Operating Income

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001
 Interim [] Final [X]
 Historic [X] or Projected []

Schedule: B-2
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide the calculation of net operating income for the test year. If amortization (Line 4) is related to any amount other than an acquisition adjustment, submit an additional schedule showing a description and calculation of charge.

Line No.	(1) Description	(2) Balance Per Books	(3) Utility Test Year Adjustments	(4) Utility Adjusted Test Year	(5) Requested Revenue Adjustment	(6) Requested Annual Revenues	(7) Supporting Schedule(s)
1	OPERATING REVENUES	\$ 237,181	\$ 3,926 (A)	\$ 241,107	\$ 89,516 (F)	\$ 330,623	B-4, E-13
2	Operation & Maintenance	183,795	(24,858) (B)	158,937	26,800 (G)	185,737	B-5, B-3
3	Depreciation, net of CIAC Am	38,462	(7,997) (C)	30,465		30,465	B-13, B-3
4	Amortization		6,532 (D)	6,532		6,532	B-3
5	Taxes Other Than Income	13,707	177 (E)	13,884	4,028 (H)	17,912	B-15, B-3
6	Provision for Income Taxes		-	-	-	-	C-1, B-3
7	OPERATING EXPENSES	<u>235,964</u>	<u>(26,146)</u>	<u>209,818</u>	<u>30,828</u>	<u>240,646</u>	
8	NET OPERATING INCOME	<u>\$ 1,217</u>	<u>\$ 30,072</u>	<u>\$ 31,289</u>	<u>\$ 58,688</u>	<u>\$ 89,977</u>	
9	RATE BASE	<u>\$ 961,045</u>		<u>\$ 961,288</u>		<u>\$ 961,288</u>	
10	RATE OF RETURN	<u>0.13</u> %		<u>3.25</u> %		<u>9.36</u> %	

Schedule of Wastewater Net Operating Income

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001
 Interim Final
 Historic or Projected

Schedule: B-2 (a)
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide the calculation of net operating income for the test year. If amortization (Line 4) is related to any amount other than an acquisition adjustment, submit an additional schedule showing a description and calculation of charge.

Line No.	(1) Description	(2) Balance Per Books	(3) Utility Test Year Adjustments	(4) Utility Adjusted Test Year	(5) Requested Revenue Adjustment	(6) Requested Annual Revenues	(7) Supporting Schedule(s)
1	OPERATING REVENUES	\$ 237,181	\$ 3,926 (A)	\$ 241,107	\$ 55,377 (F)	\$ 296,484	B-4, E-13
2	Operation & Maintenance	183,795	(24,858) (B)	158,937		158,937	B-5, B-3(a)
3	Depreciation, net of CIAC Am	38,462	(7,997) (C)	30,465		30,465	B-13, B-3(a)
4	Amortization		4,972 (D)	4,972		4,972	B-3(a)
5	Taxes Other Than Income	13,707	177 (E)	13,884	2,492 (G)	16,376	B-15, B-3(a)
6	Provision for Income Taxes	-	-	-	-	-	C-1, B-3(a)
7	OPERATING EXPENSES	<u>235,964</u>	<u>(27,706)</u>	<u>208,258</u>	<u>2,492</u>	<u>210,749</u>	
8	NET OPERATING INCOME	<u>\$ 1,217</u>	<u>\$ 31,632</u>	<u>\$ 32,849</u>	<u>\$ 52,886</u>	<u>\$ 85,735</u>	
9	RATE BASE	<u>\$ 961,045</u>		<u>\$ 957,938</u>		<u>\$ 957,938</u>	
10	RATE OF RETURN	<u>0.13</u> %		<u>3.43</u> %		<u>8.95</u> %	

Schedule of Adjustments to Operating Income

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Schedule Year Ended: December 31, 2001
 Interim [] Final [X]
 Historic [X] or Projected []

Schedule: B-3
 Page 1 of 2
 Docket No.: 020344-SU
 Preparer: CJN & W

Explanation: Provide a detailed description of all adjustments to operating income per books, with a total for each line item shown on the net operating income statement.

Line No.	Description	Water	Wastewater
1	(A) <u>Annualized Revenue</u>		
2	Annualized revenue per Schedule E-2(a)		\$ 241,107
3	Test year revenue - actual per Schedule B-4		<u>(237,181)</u>
4	Adjustment required		<u>\$ 3,926</u>
5	(B) <u>Operations & Maintenance (O & M) Expenses</u>		
6	A) Remove Vactor major maintenance expenses		<u>\$ (24,858)</u>
7	(C) <u>Depreciation Expense</u>		
8	(2) Non-used and useful depreciation		
9	Non-used and useful depreciation of old sewer plant held as standby		<u>\$ (7,997)</u>
10	(D) <u>Amortization</u>		
11	Amortization of major maintenance (\$24,858 / 5 years)		\$ 4,972
12	Amortization of operating permit (\$7,800 / 5 years)		<u>1,560</u>
13	Adjustment required		<u>\$ 6,532</u>
14	(E) <u>Taxes Other Than Income</u>		
15	(2) Regulatory Assessment Fees (RAF's)		
20	RAF's associated with Adjustment (A) X 4.5%		<u>\$ 177</u>
21	(F) <u>Revenue Increase</u>		
22	Increase in revenue required by the Utility to realize a		
19	9.36 % rate of return		<u>\$ 89,516</u>
23	(G) <u>Operations & Maintenance (O & M) Expenses (Continued)</u>		
24	A) Amortization of rate case expense per Schedule B-10		\$ 25,000
25	B) Fee charged by Florida Keys Aquaduct Authority to provide billing information		<u>1,800</u>
			<u>\$ 26,800</u>

Company: Key Haven Utility Corporation
 Schedule Year Ended: December 31, 2001
 Interim [] Final [X]
 Historic [X] or Projected []

Schedule: B-3
 Page 2 of 2
 Docket No.: 020344-SU
 Preparer: CJK & W

Explanation: Provide a detailed description of all adjustments to operating income per books, with a total for each line item shown on the net operating income statement.

Line No.	Description	Water	Wastewater
1	(H) <u>Taxes Other Than Income</u>		
2	(1) Regulatory Assessment Fees (RAF's)		
3	Total revenue requested		\$ 330,623
4	RAF rate		<u>0.045</u>
5	Total RAF's		14,878
6	Adjusted test year RAF's		<u>(10,850)</u>
7	Adjustment required		<u>\$ 4,028</u>
8			
9			
10			
11			
12			
13			
14			
15			

Schedule of Adjustments to Operating Income

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Schedule Year Ended: December 31, 2001
 Interim Final
 Historic or Projected

Schedule: B-3 (a)
 Page 1 of 1
 Docket No.: 020344-SU
 Preparer: CJN & W

Explanation: Provide a detailed description of all adjustments to operating income per books, with a total for each line item shown on the net operating income statement.

Line No.	Description	Water	Wastewater
1	(A) <u>Annualized Revenue</u>		
2	Annualized revenue per Schedule E-2(a)		\$ 241,107
3	Test year revenue - actual per Schedule B-4		<u>(237,181)</u>
4	Adjustment required		<u>\$ 3,926</u>
5	(B) <u>Operations & Maintenance (O & M) Expenses</u>		
6	A) Remove Vactor major maintenance expenses		<u>\$ (24,858)</u>
9	(C) <u>Depreciation Expense</u>		
10	Non-used and useful depreciation of old sewer plant		<u>\$ (7,997)</u>
11	(D) <u>Amortization</u>		
12	a) Amortization of major maintenance (\$24,858 / 5 years)		<u>\$ 4,972</u>
13	(E) <u>Taxes Other Than Income</u>		
14	(2) Regulatory Assessment Fees (RAF's)		
15	RAF's associated with Adjustment (A) X 4.5%		<u>\$ 177</u>
16	(F) <u>Interim Revenue Increase</u>		
17	Interim increase in revenue required by the Utility to realize a		
18	8.95 % rate of return		<u>\$ 55,377</u>
19	(G) <u>Regulatory Assessment Fees (RAF's)</u>		
20	Total interim revenue requested		\$ 296,484
21	RAF rate		<u>0.045</u>
22	Total RAF's		13,342
23	Adjusted test year RAF's		<u>(10,850)</u>
24	Adjustment required		<u>\$ 2,492</u>

Test Year Operating Revenues

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Schedule Year Ended: December 31, 2001
 Historic [X] or Projected []

Schedule: B-4
 Page 1 of 1
 Preparer: CJN & W
 Recap Schedules: B-1, B-2

Explanation: Complete the following revenue schedule for the historical test year or base year. If general service revenues not accounted for by sub-account, then show the total amount under metered-or measured-commercial and provide an explanation.

No.	WATER SALES Line Account No. and Description	(1) Total Water	SEWER SALES Account No. and Description	(2) Total Wastewater
1	460 Unmetered Water Revenue		521.1 Flat Rate - Residential	\$ 236,192
2	461.1 Metered - Residential		521.2 Flat Rate - Commercial	569
3	461.2 Metered - Commercial		521.3 Flat Rate - Industrial	
4	461.3 Metered - Industrial		521.4 Flat Rate - Public Authorities	
5	461.4 Metered - Public Authorities		521.5 Flat Rate - Multi-Family	
6	461.5 Metered - Multi-Family		521.6 Flat Rate - Other	
7	462.1 Public Fire Protection		522.1 Measured - Residential	
8	462.2 Private Fire Protection		522.2 Measured - Commercial	
9	464 Other Sales - Public Authorities		522.3 Measured - Industrial	
10	465 Irrigation Customers		522.4 Measured - Public Authority	
11	466 Sales for Resale		522.5 Measured - Multi-Family	
12	467 Interdepartmental Sales		523 Other Sales - Public Authorities	
13			524 Revenues from Other Systems	
14	TOTAL WATER SALES		525 Interdepartmental Sales	
15				
16	OTHER WATER REVENUES		TOTAL SEWER SALES	<u>236,761</u>
17	470 Forfeited Discounts			
18	471 Misc. Service Revenues		OTHER SEWER REVENUES	
19	472 Rents From Water Property		531 Sale of Sludge	
20	473 Interdepartmental Rents		532 Forfeited Discounts	
21	474 Other Water Revenues		534 Rents From Sewer Property	
22			535 Interdepartmental Rents	
23			536 Other Sewer Revenues	<u>420</u>
24				
25			TOTAL OTHER	
26			SEWER REVENUES	<u>420</u>
27				
28			TOTAL SEWER	
			OPERATING REVENUES	<u>\$ 237,181</u>

Detail of Operation & Maintenance Expenses By Month - Wastewater

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Schedule Year Ended: December 31, 2001
 Historic [X] or Projected []

Explanation: Provide a schedule of operation and maintenance expenses by primary account for each month of the test year. If schedule has to be continued on 2nd page, reprint the account titles and numbers.

Schedule: B-6
 Page 1 of 1
 Preparer: C.J.N & W
 Recap Schedules: B-2

Line No.	(1) Account No. and Name	(2) JANUARY 2001	(3) FEBRUARY 2001	(4) MARCH 2001	(5) APRIL 2001	(6) MAY 2001	(7) JUNE 2001	(8) JULY 2001	(9) AUGUST 2001	(10) SEPTEMBER 2001	(11) OCTOBER 2001	(12) NOVEMBER 2001	(13) DECEMBER 2001	(14) Total Annual
1	701 Salaries & Wages - Employees	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 1,000	\$ 12,000
2	703 Salaries & Wages - Officers, Etc.													-
3	704 Employee Pensions & Benefits													-
4	710 Purchased Sewage Treatment													-
5	711 Sludge Removal Expense		3,646	3,542		5,169	11,053		8,519	7,410		3,201	7,489	50,029
6	715 Purchased Power		3,542		1,593	1,791	1,669	4,319	2,517		4,012		3,752	23,195
7	716 Fuel for Power Production													-
8	718 Chemicals			380		190	285		224			572	526	2,177
9	720 Materials & Supplies	899	5,710	2,569		5,979	2,510		7,540	3,084	943	2,438	2,770	34,442
10	731 Contractual Services - Engr.													-
11	732 Contractual Services - Acct.					5,680	110		715		330		440	7,275
12	733 Contractual Services - Legal												1,793	1,793
13	734 Contractual Services - Mgmt. Fees					4,167							15,883	20,050
14	735 Contractual Services - Other		1,123	1,393		1,123	2,246		2,246	2,442	2,247		2,246	15,066
15	741 Rental of Building/Real Prop.												8,000	8,000
16	742 Rental of Equipment											540		540
17	750 Transportation Expenses													-
18	756 Insurance - Vehicle													-
19	757 Insurance - General Liability												5,640	5,640
20	758 Insurance - Workman's Comp.													-
21	759 Insurance - Other													-
22	760 Advertising Expense													-
23	766 Reg. Comm. Exp. - Rate Case Amort.													-
24	767 Reg. Comm. Exp. - Other													-
25	770 Bad Debt Expense												22	22
26	775 Miscellaneous Expenses	16	3,010	142	77	474	110	191	254	67	68	-	(843)	3,566
27	TOTAL	\$ 1,915	\$ 18,031	\$ 9,026	\$ 2,670	\$ 25,573	\$ 18,983	\$ 5,510	\$ 23,015	\$ 14,003	\$ 8,600	\$ 7,751	\$ 48,718	\$ 183,795

Operation & Maintenance Expense Comparison - Wastewater

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001

Schedule: B-8
 Page 1 of 1
 Preparer: CJN & W

Explanation: Complete the following comparison of the applicant's current and prior test year O&M expenses before this Commission. Provide an explanation of all differences which are not attributable to the change in customer growth and the CPI-U. If the applicant has not had a previous rate case, use the year 5 years prior to the test year for comparison. Provide an additional schedule, if necessary, to explain differences.

Line No.	(1) Account No. and Name	(2) Prior TY 12/31/93	(3) Current TY 12/31/01	(6) \$ Difference	(7) % Difference	(8) Explanation
1	701 Salaries & Wages - Employees	\$ 5,300	\$ 12,000	\$ 6,700	126.42 %	Increase in hours for office employee
2	703 Salaries & Wages - Officers, Etc.	-	-	-	-	
3	704 Employee Pensions & Benefits	-	-	-	-	
4	710 Purchased Sewage Treatment	-	-	-	-	
5	711 Sludge Removal Expense	15,810	50,029	34,219	216.44	Required to use mainland disposal due to DEP requirements
6	715 Purchased Power	16,582	23,195	6,613	39.88	
7	716 Fuel for Power Purchased	-	-	-	-	
8	718 Chemicals	2,199	2,177	(22)	(1.00)	
9	720 Materials & Supplies	3,978	34,442	30,464	765.81	Additional maintenance of deteriorating clay pipe
10	731 Contractual Services - Engr.	250	-	(250)	(100.00)	Immaterial amount; no engineering in test year
11	732 Contractual Services - Acct.	1,611	7,275	5,664	351.58	Increase In reporting requirement since prior test year
12	733 Contractual Services - Legal	926	1,793	867	93.63	Immaterial increase
13	734 Contractual Services - Mgmt. Fee	20,000	20,050	50	0.25	
14	735 Contractual Services - Other	10,800	15,066	4,266	39.50	
15	741 Rental of Building/Real Prop.	-	8,000	8,000	100.00	Office not rented in 1993
16	742 Rental of Equipment	200	540	340	170.00	Immaterial increase
17	750 Transportation Expenses	-	-	-	-	
18	756 Insurance - Vehicle	-	-	-	-	
19	757 Insurance - General Liability	-	5,640	5,640	100.00	Addition of liability insurance
20	758 Insurance - Workman's Comp.	-	-	-	-	
21	759 Insurance - Other	549	-	(549)	(100.00)	
22	760 Advertising Expense	-	-	-	-	
23	766 Reg. Comm. Exp. - Rate Case Amort.	-	-	-	-	
24	767 Reg. Comm. Exp. - Other	-	-	-	-	
25	770 Bad Debt Expense	-	22	22	100.00	Immaterial
26	775 Miscellaneous Expenses	1,784	3,566	1,782	99.89	Misc. maintenance charged to this account
27	TOTAL	\$ 79,989	\$ 183,795	\$ 103,806	129.78 %	
28	Total Customers (ERC's)	375	419	44	11.73 %	
29	Consumer Price Index - U	311.10	514.95	203.85	65.53 %	
30	Benchmark Index: Increase in Customer ERC's			1.1173		
31	Increase in CPI			1.6553		
32				1.8495		

Company: Key Haven Utility Corporation

Docket No.: 020344-SU

Test Year Ended: December 31, 2001

Schedule: B-9

Page 1 of 1

Preparer: CJN & W

Explanation: Provide a complete list of outside services which were incurred during the test year. List by type of service, such as accounting, engineering or legal, and provide specific detail of work performed by each consultant and the associated cost breakdown by items. Provide amounts separated by system and method of allocation if appropriate. Specific detail is not necessary for charges which are less than 2% of the test year revenues for that system. Do not include rate case expense charges.

(1) Line No.	(2) Consultant	(3) Type of Service	(4) Amount	(5) Description of Work Performed
1 2	Moore & Spottswood CPA	Accounting	\$ 6,835	Preparation of annual report, income tax return, and compiled financial statements
3 4	Synagro	System operations and maintenance	112,971	Plant operation, sludge removal, chemicals, materials, and system maintenance

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001

Schedule: B-10
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide the total amount of rate case expense requested in the application. State whether the total includes the amount up to proposed agency action or through a hearing before the Commission. Provide a list of each firm providing services for the applicant, the individuals for each firm assisting in the application, including each individual's hourly rate, and an estimate of the total charges to be incurred by each firm, as well as a description of the type of services provided. Also provide the additional information for amortization and allocation method, including support behind this determination.

(1)	(2)	(3)	(4)	(5)		
Line No.	Firm or Vendor Name	Counsel, Consultant or Witness	Hourly Rate Per Person	Total Estimate of Charges by Firm	Type of Service Rendered	
1	Cronin Jackson Nixon	Robert C. Nixon, CPA	\$ 160		Accounting and preparation of	
2	and Wilson, CPA's	Paul E. DeChario	80	\$ 47,600	MFR's	
3	Rose Sundstrom &	Martin S Freidamn	225	45,000	Legal	
4	Bentley					
5	Moore & Spottswood CPAs	Randy Moore	220	4,400	Accounting	
6	Filing fees			2,000		
7	Notices			1,000		
8				<u>\$ 100,000</u>		
9	Estimate Through					
10	<input checked="" type="checkbox"/> PAA					
11	<input type="checkbox"/> Commission Hearing					
12	Amortization Period 4 Years					
13	Explanation if different from Section 367.0816, Florida					
14	Amortization of Rate Case Expense:					
15				(A) Water	(B) Wastewater	(C) Total
16	Prior unamortized rate case expense					
17	Current rate case expense					
18	Total projected rate case expense					
19	Method of allocation between systems:					
20	(Provide calculation)					
21						
22	Total ERC's at 6/30/99					
23	Percentage of total ERC's at 6/30/99					

**Analysis of Major Maintenance Projects - Water & Sewer
For the Test Year and 2 Years Prior and 1 Year Subsequent**

Florida Public Service Commission

**Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001**

**Schedule: B-11
Page 1 of 1
Preparer: CJK & W**

Explanation: Provide an analysis of all maintenance projects greater than 2% of test year revenues per system which occurred during the 2 years prior to the test year, the test year, and the budgeted amount for 1 year subsequent to the test year. For each project, provide a description, the total cost or budgeted amount and how often the project should be repeated.

**Line
No.**

1	Vector cleaning and teleinspection of collection system	\$ <u>24,858</u>
----------	--	-------------------------

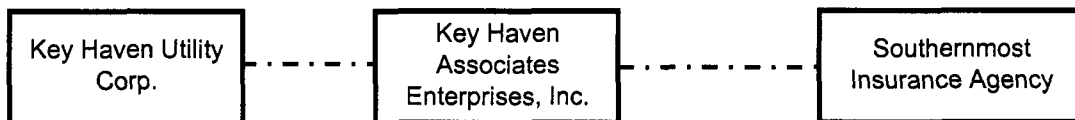
Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Schedule Year Ended: December 31, 2001
 Historic [X] or Projected []

Schedule: B-12
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide a schedule detailing expenses which are subject to allocation between systems (water, sewer & gas, etc.) showing allocation percentages, gross amounts, amounts allocated, and a detailed description of the method of allocation. Provide a description of all systems other than water and sewer.

Line No.	Acct. No.	(1) (2) (3) Allocation Percentages			(4) Total	(5) Description of Allocation Method	(6) (7) (8) Amounts Allocated			(9) Total
		Water	Sewer	Other			Water	Sewer	Other	

- 1 A.) The Company consists of a single operating division; thus, no allocations are necessary or applicable.
- B.) The following information is presented per Rule 25-30.436(4)(h):
- 1.) Transactions between related parties:
 - a.) Management fee of \$20,000 paid to A. Wayne Lujan, the Company's President for 20 - 25% of his time devoted to Utility matters in lieu of salary.
 - b.) Rent of \$8,000 is paid to Southernmost Insurance Agency, a business owned by Mr. Lujan. The Utility occupies 130 sq. ft. of office space and 60 sq. ft. of storage space. The rent includes utilities, filing cabinets, and use of computer, photocopier, fax machine, maintenance and janitorial service.
 - c.) The above costs are direct charges and represent 8.4% and 3.4% of test year revenues.
 - 2.) There are no work papers used to develop the charges noted above. The amount paid to Mr. Lujan is based on the percent of time devoted to utility matters and is in line with the charge approved for such services in the last rate case.
 - 3.) An organization chart is shown below:



The above entities are related to the Utility through partial common ownership by A. Wayne Lujan. None of the entities is a parent or subsidiary of the other.

- 4.) There are no formal contracts for these transactions.
- 5.) No land has been acquired or recorded on the Company's books since the last rate case.

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001
 Historic [X] or Projected []

Schedule: B-14
 Page 1 of 1
 Preparer: CJN & W
 Recap Schedules: B-2

Explanation: Provide a schedule of test year non-used and useful depreciation expense by primary account

No.	(1) Line Account No. and Name	(2) Test Year 12/31/01	(3) Adjustments	(4) Adjusted Balance	(5) Non-Used & Useful %	(6) Non-Used & Amount
1	INTANGIBLE PLANT					
2	351.1 Organization					
3	352.1 Franchises					
4	389.1 Other Plant & Misc. Equipment					
5	COLLECTION PLANT					
6	354.2 Structures & Improvements					
7	355.2 Power Generation Equipment					
8	360.2 Collection Sewers - Force					
9	361.2 Collection Sewers - Gravity	\$ 16,547		\$ 16,547		
10	362.2 Special Collecting Structures					
11	363.2 Services to Customers					
12	364.2 Flow Measuring Devices					
13	365.2 Flow Measuring Installations					
14	389.2 Other Plant & Misc. Equipment					
15	SYSTEM PUMPING PLANT					
16	355.3 Power Generation Equipment					
17	354.3 Structures & Improvements					
18	370.3 Receiving Wells	343		343		
19	371.3 Pumping Equipment	2,465		2,465		
20	389.3 Other Plant & Misc. Equipment					
21	TREATMENT AND DISPOSAL PLANT					
22	354.4 Structures & Improvements					
23	355.4 Power Generation Equipment					
24	380.4 Treatment & Disposal Equipment	31,764		31,764	Note (1)	\$ 7,997
25	381.4 Plant Sewers					
26	382.4 Outfall Sewer Lines					
27	389.4 Other Plant & Misc. Equipment					
28	RECLAIMED WASTEWATER TREATMENT PLANT					
29	354.5 Structures & Improvements					
30	355.5 Power Generation Equipment					
31	371.5 Pumping Equipment					
32	381.5 Plant Sewers					
33	389.5 Other Plant & Misc. Equipment					
34	RECLAIMED WASTEWATER DISTRIBUTION PLANT					
35	352.6 Franchises					
36	354.6 Structures & Improvements					
37	355.6 Power Generation Equipment					
38	366.6 Reuse Services					
39	367.6 Reuse Meters & Meter installations					
40	371.6 Pumping Equipment					
41	375.6 Reuse Transmission & Distribution System					
42	389.6 Other Plant & Misc. Equipment					
43	GENERAL PLANT					
44	354.7 Structures & Improvements					
45	390.7 Office Furniture & Equipment					
46	391.7 Transportation Equipment					
47	392.7 Stores Equipment					
48	393.7 Tools, Shop & Garage Equipment					
49	394.7 Laboratory Equipment					
50	395.7 Power Operated Equipment					
51	396.7 Communication Equipment					
52	397.7 Miscellaneous Equipment					
53	398.5 Other Tangible Plant	48	-	48		-
54	TOTAL	51,167	-	51,167		7,997
55	LESS: AMORTIZATION OF CIAC	(12,705)	-	(12,705)		-
56	NET DEPRECIATION EXPENSE - SEWER	\$ 38,462	\$ -	\$ 38,462		\$ 7,997

Note (1): Specifically identified cost of 1973 plant taken off-line in 1991 and held as a standby unit

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Schedule Year Ended: December 31, 2001
 Historic [X] or Projected []

Schedule: B-15
 Page 1 of 2
 Preparer: CJK & W
 Recap Schedules: B-1, B-2

Explanation: Complete the following schedule of all taxes other than income. For all allocations, provide description of allocation and calculations.

(1)	(2)	(3)	(4)	(5)	(6)	
No.	Regulatory Assessment Fees (RAFTs)	Payroll Taxes	Real Estate & Personal Property	Other	Total	
WATER						
1	Test Year Per Books					
	Adjustments to Test Year (Explain)	The Company provides wastewater service only; therefore, this Schedule is not applicable				
2	Increase in tangible tax per B-3				-	
3	Payroll Tax for added employees		-		-	
4	RAFTs assoc. with annualized revenue	-			-	
5					-	
6	Total Test Year Adjustments	-	-	-	-	
7	Adjusted Test Year	-	-	-	-	
8	RAFTs Assoc. with Revenue Increase		-	-	-	
9	Total Balance	\$ -	\$ -	\$ -	\$ -	
SEWER						
10	Test Year Per Books	\$ 10,673	\$ 2,231	\$ 653	\$ 150	\$ 13,707
	Adjustments to Test Year (Explain)					
11	Increase in tangible tax per B-3			-	-	
12	Payroll Tax for added employees		-		-	
13	RAFTs assoc. with annualized revenue	177			177	
14			-	-	-	
15	Total Test Year Adjustments	177	-	-	177	
16	Adjusted Test Year	10,850	2,231	653	150	13,884
17	RAFTs Assoc. with Revenue Increase	4,028	-	-	-	4,028
18	Total Balance	\$ 14,878	\$ 2,231	\$ 653	\$ 150	\$ 17,912

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Schedule Year Ended: December 31, 2001
 Historic [X] or Projected []

Schedule: B-15
 Page 2 of 2
 Preparer: CJN & W
 Recap Schedules: B-1, B-2

Explanation: Complete the following schedule of all taxes other than income. For all allocations, provide description of allocation and calculations.

(1)	(2)	(3)	(4)	(5)	(6)	
No.	Regulatory Assessment Fees (RAFTs)	Payroll Taxes	Real Estate & Personal Property	Other	Total	
WATER						
1	Test Year Per Books				-	
2	Adjustments to Test Year (Explain) RAFTs assoc. with annualized revenue	The Company provides wastewater service only; therefore, this Schedule is not applicable				-
3						
4						
5						
6	Total Test Year Adjustments	-	-	-	-	
7	Adjusted Test Year	-	-	-	-	
8	RAFTs Assoc. with Revenue Increase	-	-	-	-	
9	Total Balance	\$ -	\$ -	\$ -	\$ -	
SEWER						
10	Test Year Per Books	\$ 10,673	\$ 2,231	\$ 653	\$ 150	13,707
11	Adjustments to Test Year (Explain) RAFTs assoc. with annualized revenue	177				177
12						
13						
14						
15	Total Test Year Adjustments	177	-	-	-	177
16	Adjusted Test Year	10,850	2,231	653	150	13,884
17	RAFTs Assoc. with Revenue Increase	2,492	-	-	-	2,492
18	Total Balance	\$ 13,342	\$ 2,231	\$ 653	\$ 150	\$ 16,376

Reconciliation of Total Income Tax Provision

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001
 Interim [] Final [X]
 Historic [X] or Projected []

Schedule: C-1
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide a reconciliation between the total operating income tax provision and the currently payable income taxes on operating income for the test year.

Line No.	Description	Ref.	Total Per Books	Utility Adjustments	Utility Adjusted	Water	Sewer
1	Current Tax Expense	C-2					
2	Deferred Income Tax Expense	C-5					
3	ITC Realized This Year	C-8					
4	ITC Amortization	C-8					
5	(3% ITC and IRC 46(f)(2))						
6	Parent Debt Adjustment	C-9	-	-	-	-	-
7	Total Income Tax Expense		\$ -	\$ -	\$ -	\$ -	\$ -

Note: The Company is not requesting a provision for income taxes; therefore, this Schedule is not applicable

Supporting Schedules: C-2, C-5, C-8, C-9
 Recap Schedules: B-1, B-2

Reconciliation of Total Income Tax Provision

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001
 Interim Final
 Historic or Projected

Schedule: C-1(a)
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide a reconciliation between the total operating income tax provision and the currently payable income taxes on operating income for the test year.

Line No.	Description	Ref.	Total Per Books	Utility Adjustments	Utility Adjusted	Water	Sewer
1	Current Tax Expense	C-2(a)					
2	Deferred Income Tax Expense	C-5					
3	ITC Realized This Year	C-8					
4	ITC Amortization	C-8					
5	(3% ITC and IRC 46(f)(2))						
6	Parent Debt Adjustment	C-9	-	-	-	-	-
7	Total Income Tax Expense		\$ -	\$ -	\$ -	\$ -	\$ -

Note: The Company is not requesting a provision for income taxes; therefore, this Schedule is not applicable

Supporting Schedules: C-2, C-5, C-8, C-9
 Recap Schedules: B-1, B-2

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Schedule Year Ended: December 31, 2001
 Interim [] Final [X]
 Historic [X] or Projected []

Schedule: C-2
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide the calculation of state and federal income taxes for the test year. Provide detail on adjustments to income taxes and investment tax credits generated.

Line No.	Total Per Books	Utility Adjustments(1)	Utility Adjusted	Water	Sewer
1	Net Utility Operating Income (Sch. B-1 & B-2)				
2	Add: Income Tax Expense Per Books (Sch. B-1)				
3	Subtotal				
4	Less: Interest Charges (Sch. C-3)				
5	Taxable Income Per Books				
	Schedule M Adjustments:				
6	Permanent Differences (From Sch. C-4)				
7	Timing Differences (From Sch. C-5)				
8	Total Schedule M Adjustments				
9	Taxable Income Before State Taxes				
10	Less: State Income Tax Exemption (\$5,000)				
11	State Taxable Income				
12	State Income Tax (5.5% of Line 11)*				
13	Emergency Excise Tax				
14	Credits				
15	Current State Income Taxes				
16	Federal Taxable Income (Line 9 - Line 15)				
17	Federal Income Tax Rate				
18	Federal Income Taxes (Line 16 x Line 17)				
19	Less: Investment Tax Credit Realized This Year (Sch. C-8)				
20	Current Federal Inc. Taxes (Line 18 - Line 19)				
	Summary:				
21	Current State Income Taxes (Line 15)				
22	Current Federal Income Taxes (Line 20)				
23	Total Current Income Tax Expense (To C-1)				
24	Note: The Company is not requesting a provision for income taxes; therefore, this Schedule is not applicable				

Supporting Schedules: B-1,B-2,C-3,C-4,C-5,C-8
 Recap Schedules: C-1

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Schedule Year Ended: December 31, 2001
 Interim Final
 Historic or Projected

Schedule: C-2(a)
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide the calculation of state and federal income taxes for the test year. Provide detail on adjustments to income taxes and investment tax credits generated.

Line No.	Total Per Books	Utility Adjustments(1)	Utility Adjusted	Water	Sewer
1	Net Utility Operating Income (Sch. B-1 & B-2)				
2	Add: Income Tax Expense Per Books (Sch. B-1)				
3	Subtotal				
4	Less: Interest Charges (Sch. C-3)				
5	Taxable Income Per Books				
	Schedule M Adjustments:				
6	Permanent Differences (From Sch. C-4)				
7	Timing Differences (From Sch. C-5(a))				
8	Total Schedule M Adjustments				
9	Taxable Income Before State Taxes				
10	Less: State Income Tax Exemption (\$5,000)				
11	State Taxable Income				
12	State Income Tax (5.5% of Line 11)*				
13	Emergency Excise Tax				
14	Credits				
15	Current State Income Taxes				
16	Federal Taxable Income (Line 9 - Line 15)				
17	Federal Income Tax Rate				
18	Federal Income Taxes (Line 16 x Line 17)				
19	Less: Investment Tax Credit Realized This Year (Sch. C-8)				
20	Current Federal Inc. Taxes (Line 18 - Line 19)				
	Summary:				
21	Current State Income Taxes (Line 15)				
22	Current Federal Income Taxes (Line 20)				
23	Total Current Income Tax Expense (To C-1)				
24	Note: The Company is not requesting a provision for income taxes; therefore, this Schedule is not applicable				

Supporting Schedules: B-1,B-2,C-3,C-4,C-5,C-8
 Recap Schedules: C-1

Schedule of Interest In Tax Expense Calculation

Florida Public Service Commission

Schedule: C-3

Company: Key Haven Utility Corporation

Page 1 of 1

Docket No.: 020344-SU

Preparer:

Schedule Year Ended: December 31, 2001

Historic [X] or Projected []

Explanation: Provide the amount of interest expense used to calculate income taxes on Schedule No. C-2. Explain any changes in interest expense in detail giving amount of change and reason for change. If the basis for allocating interest used in the tax calculation differs from the basis used in allocating current income taxes payable, the differing bases should be clearly identified.

Line No.	Description	Total Per Books	Utility Adjustments	Utility Adjusted	Water	Sewer
1	Interest on Long-Term Debt	Note: The Company is not requesting a provision for income taxes; therefore, this Schedule is not applicable				
2	Amortization of Debt Premium, Disc. and Expense Net			-		
3	Interest on Short-Term Debt					
4	Other Interest Expense			-		
5	AFUDC			-		
6	ITC Interest Synchronization (IRC 46(f)(2) only - See below)	N/A	-	-	-	-
7	Total Used For Tax Calculation	\$ -	\$ -	\$ -	\$ -	\$ -

Calculation of ITC Interest Synchronization Adjustment
ONLY for Option 2 companies (See Sch. C-8, pg. 4)

	Balances From Schedule D-1	Amount	Ratio	Cost	Total Weighted Cost	Debt Only Weighted Cost
8	Long-Term Debt	\$ -	This Schedule is not applicable			
9	Short-Term Debt	-				
10	Preferred Stock	-				---
11	Common Equity	-	-	-	-	---
12	Total	\$ -	\$ -	\$ -	\$ -	\$ -
13	ITCs (from D-1, Line 7)					
14	Weighted Debt Cost (From Line	-				
15	Interest Adjustment (To Line 6)	\$ -				

Supporting Schedules: D-1,C-8
Recap Schedules: C-2

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Schedule Year Ended: December 31, 2001
Historic [X] or Projected []

Schedule: C-4
Page 1 of 1
Preparer:

Explanation: Provide the description and amount of all book/tax differences accounted for as permanent differences. This would include any items accounted for on a flow through basis.

Line
No.

1 There are no permanent book/tax differences

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Schedule Year Ended: December 31, 2001
 Historic [X] or Projected []

Schedule: C-5
 Page 1 of 1
 Preparer: and CJN & W

Explanation: Provide the calculation of total deferred income tax expense for the test year. Provide detail on items resulting in tax deferrals other than accelerated depreciation.

Line No.	Description	Total Per Books	Utility Adjustments(1)	Utility Adjusted	Water	Sewer
1	Timing Differences:					
2	Tax Depreciation and Amortization					
3	Book Depreciation and Amortization					
4	Difference					
5	Other Timing Differences (Itemize):					
6	Amortization of post 86 CIAC					
7						
8	Total Timing Differences (To C-2)					
9	State Tax Rate					
10	State Deferred Taxes (Line 8 x Line 9) (Limited by NOL)					
11	Timing Differences For Federal Taxes					
12	(Line 8 - Line 10)					
13	Federal Tax Rate					
14	Federal Deferred Taxes (Line 11 x Line 13)					
15	Add: State Deferred Taxes (Line 10)					
16	Total Deferred Tax Expense (To C-1)					

Note: The Company is not requesting a provision for income taxes; therefore, this Schedule is not applicable

Supporting Schedules: None
 Recap Schedules: C-2

Accumulated Deferred Income Taxes - Summary

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Schedule Year Ended: December 31, 2001
 Historic [X] Projected []

Schedule: C-6
 Page 1 of 3
 Preparer: CJN & W

Explanation: For each of the accumulated deferred tax accounts provide a summary of the ending balances as reported on pages 2 & 3 of this schedule. The same annual balances should be shown.

Line No.	Year	Account No. 190.0001			Account No. 281.0001			Net Deferred Income Taxes		
		State	Federal	Total	State	Federal	Total	State	Federal	Total
1	<u>Wastewater</u>									
2	Dec. 1993	4,757	15,263	20,020	(280)	(280)	(560)	4,477	14,983	19,460
3	Dec. 1994	6,153	15,858	22,011	(282)	(282)	(564)	5,871	15,576	21,447
4	Dec. 1995	6,213	16,015	22,228	(312)	(312)	(624)	5,901	15,703	21,604
5	Dec. 1996	6,457	16,642	23,099	(317)	(317)	(634)	6,140	16,325	22,465
6	Dec. 1997	6,166	15,892	22,058	(742)	(742)	(1,484)	5,424	15,150	20,574
7	Dec. 1998	5,875	15,142	21,017	(1,325)	(1,325)	(2,650)	4,550	13,817	18,367
8	Dec. 1999	5,584	14,392	19,976	(1,997)	(1,997)	(3,994)	3,587	12,395	15,982
9	Dec. 2000	5,293	13,642	18,935	(2,429)	(2,429)	(4,858)	2,864	11,213	14,077
10	Dec. 2001	5,002	12,892	17,894	(3,092)	(3,092)	(6,184)	1,910	9,800	11,710

Supporting Schedules: C-7, Pg 2 & 3
 Recap Schedules: A-18,A-19,D-2

Accumulated Deferred Income Taxes - State

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Schedule Year Ended: December 31, 2001
 Historic [X] Projected []

Schedule: C-6
 Page 2 of 3
 Preparer: CJN & W

Explanation: For each of the accumulated deferred tax accounts provide annual balances beginning with the year of the last rate case and ending with the test year.

Line No.	Year	Account No. 190.0001 Deferred Tax Debits					Account No. 281.001 (Deferred Tax Credits)				
		Beginning Balance	Current Year Deferral	Flowback To Curr. Year	Adjust. Debit (Credit)	Ending Balance	Beginning Balance	Current Year Deferral	Flowback To Curr. Year	Adjust. Debit (Credit)	Ending Balance
1	<u>Wastewater</u>										
2	Dec. 1993		4,757			4,757		(280)			(280)
3	Dec. 1994	4,757	1,396			6,153	(280)	(2)			(282)
4	Dec. 1995	6,153	60			6,213	(282)	(30)			(312)
5	Dec. 1996	6,213	244			6,457	(312)	(5)			(317)
6	Dec. 1997	6,457	(291)			6,166	(317)	(425)			(742)
7	Dec. 1998	6,166	(291)			5,875	(742)	(583)			(1,325)
8	Dec. 1999	5,875	(291)			5,584	(1,325)	(672)			(1,997)
9	Dec. 2000	5,584	(291)			5,293	(1,997)	(432)			(2,429)
10	Dec. 2001	5,293	(291)			5,002	(2,429)	(663)			(3,092)

Supporting Schedules: None
 Recap Schedules: C-6

Accumulated Deferred Income Taxes - Federal

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Schedule Year Ended: December 31, 2001
 Historic [X] Projected []

Schedule: C-6
 Page 3 of 3
 Preparer: CJN & W

Explanation: For each of the accumulated deferred tax accounts provide annual balances beginning with the year of the last rate case and ending with the test year.

Line No.	Year	Account No. 190.0001 Deferred Tax Debits				Account No. 281.001 Deferred Tax Credits					
		Beginning Balance	Current Year Deferral	Flowback To Curr. Year	Adjust. Debit (Credit)	Ending Balance	Beginning Balance	Current Year Deferral	Flowback To Curr. Year	Adjust. Debit (Credit)	Ending Balance
1	<u>Wastewater</u>										
2	Dec. 1993		15,263			15,263		(280)			(280)
3	Dec. 1994	15,263	595			15,858	(280)	(2)			(282)
4	Dec. 1995	15,858	157			16,015	(282)	(30)			(312)
5	Dec. 1996	16,015	627			16,642	(312)	(5)			(317)
6	Dec. 1997	16,642	(750)			15,892	(317)	(425)			(742)
7	Dec. 1998	15,892	(750)			15,142	(742)	(583)			(1,325)
8	Dec. 1999	15,142	(750)			14,392	(1,325)	(672)			(1,997)
9	Dec. 2000	14,392	(750)			13,642	(1,997)	(432)			(2,429)
10	Dec. 2001	13,642	(750)			12,892	(2,429)	(663)			(3,092)

Supporting Schedules: None
 Recap Schedules: C-6

Investment Tax Credits - Analysis

Florida Public Service Commission

**Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001**

**Schedule: C-7
 Page 1 of 3
 Preparer: CJK & W**

Explanation: Provide an analysis of accumulated tax credits generated and amortized on an annual basis beginning with the test year in the last rate case to the end of the current test year. Amounts provided by the Revenue Act of 1971 and subsequent acts should be shown separately from amounts applicable to prior laws. Identify progress payments separately.

Line No.	Year	3% ITC						4% ITC					
		Amount Realized			Amortization			Amount Realized			Amortization		
		Beginning Balance	Current Year	Prior Year Adjust.	Current Year	Prior Year Adjust.	Ending Balance	Beginning Balance	Current Year	Prior Year Adjust.	Current Year	Prior Year Adjust.	Ending Balance

1 The Utility has no investment tax credits; therefore, this schedule is not applicable

**Supporting Schedules: None
 Recap Schedules: C-2, C-3, C-10, D-2, A-18, A-19**

Company: Key Haven Utility Corporation

Schedule: C-7

Docket No.: 020344-SU

Page 2 of 3

Test Year Ended: December 31, 2001

Preparer:

Explanation: Explain accounting policy as to method of amortization for both progress payment and other ITC. Explanation should include at least a description of how the time period for amortization is determined, when it begins, under what circumstances it changes, etc. If there are unused ITC, supply a schedule showing year generated, amount generated, total amount used and remaining unused portion.

<u>Line No.</u>	
1	Investment tax credits were amortized over the estimated economic useful life of the acquired assets.
2	There were no unamortized investment tax credits at December 31, 1993 and December 31, 2001.
3	There were no unused investment tax credits at December 31, 1993 and December 31, 2001.

Company: Key Haven Utility Corporation

Schedule: C-7

Docket No.: 020344-SU

Page 3 of 3

Test Year Ended: December 31, 2001

Preparer:

Explanation: Provide a copy of the election made under Section 46(f), Internal Revenue Code.

Line
No.

- 1 The Company has not filed a Section 46(f) investment tax credit election for any tax years subsequent to the
- 2 1994 rate case / overearnings docket.

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Schedule Year Ended: December 31, 2001

Schedule: C-8
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide the information required to adjust income tax expense by the interest expense of the parent(s) that may be invested in the equity of the applicant. If a year-end rate base is used, provide on both a year-end and an average basis. Amounts should be parent only.

Line No.	Description	Parent's Name:			Weighted Cost
		Amount	% of Total	Cost Rate	
1	Long-Term Debt		%	%	%
2	Short-Term Debt				
3	Preferred Stock				
4	Common Equity - Common Stock				
5	Retained Earnings - Parent Only				
6	Deferred Income Tax				
7	Other Paid in Capital				-
8	Total	\$ -	- %		- %
9	Weighted Cost Parent Debt X 37.63% (or applicable consolidated tax rate) X Equity of Subsidiary (To C-1)				

Note: The Company is neither a Parent nor Subsidiary of any other organization; therefore, this Schedule is not applicable

Supporting Schedules: None
 Recap Schedules: C-3

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Schedule Year Ended: December 31, 2001

Schedule: C-9
Page 1 of 1
Preparer:

Explanation: Provide a copy of the most recently filed federal income tax return, state income tax return and most recent final IRS revenue agent's report for the applicant or consolidated entity (whichever type of return is filed). A statement of when and where the returns and reports are available for review may be provided in lieu of providing the returns and reports.

Line
No.

1 The Income tax returns are available at the Utility offices for review.

Miscellaneous Tax Information

Florida Public Service Commission

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001

Schedule: C-10
Page 1 of 1
Preparer:

Explanation: Provide answers to the following questions with respect to the applicant or its consolidated entity.

- | | |
|--|---------------|
| (1) What tax years are currently open with the Internal Revenue Service? | 2000 and 2001 |
| (2) Is the treatment of customer deposits at issue with the IRS? | No |
| (3) Is the treatment of contributions in aid of construction at issue with the IRS? | No |
| (4) Is the treatment of unbilled revenues at issue with the IRS? | No |

**Schedule of Requested Cost of Capital (Final Rates)
Beginning and End of Year Average**

Florida Public Service Commission

**Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001
Schedule Year Ended: December 31, 2001
Historic [X] or Projected []**

**Schedule: D-1
Page 1 of 1
Preparer: CJK & W**

Subsidiary [] or Consolidated []

Explanation: Provide a schedule which calculates the requested Cost of Capital on a beginning and end of year average basis. If a year-end basis is used, submit an additional schedule reflecting year-end calculations.

Line No.		(1)	(2)	(3)	(4)
		Total Capital	Ratio	Cost Rate	Weighted Cost
1	Long-Term Debt	679,919	70.73 %	8.54 %	6.04 %
2	Short-Term Debt				
3	Preferred Stock				
4	Customer Deposits				
5	Common Equity	281,369	29.27	11.34	3.32
6	Tax Credits - Zero Cost				
7	Accumulated Deferred Income Tax				
8	Other (Explain)				
9	Total	<u>961,288</u>	<u>100.00 %</u>		<u>9.36 %</u>

**Schedule of Requested Cost of Capital (Interim Rates)
Beginning and End of Year Average**

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001
 Schedule Year Ended: December 31, 2001
 Historic [X] or Projected []

Schedule: D-1 (a)
 Page 1 of 1
 Preparer: CJN & W

Subsidiary [] or Consolidated []

Explanation: Provide a schedule which calculates the requested Cost of Capital on a beginning and end of year average basis. If a year-end basis is used, submit an additional schedule reflecting year-end calculations.

Line No.		(1)	(2)	(3)	(4)
		Total Capital	Ratio	Cost Rate	Weighted Cost
1	Long-Term Debt	677,550	70.73 %	8.54 %	6.0400 %
2	Short-Term Debt				
3	Preferred Stock				
4	Customer Deposits				
5	Common Equity	280,388	29.27	9.93	2.91
6	Tax Credits - Zero Cost				
7	Accumulated Deferred Income Tax				
8	Other (Explain)				
9	Total	<u>\$ 957,938</u>	<u>100.00 %</u>		<u>8.95 %</u>

Reconciliation of Capital Structure to Requested Rate Base (Final)
Beginning and End of Year Average

Florida Public Service Commission

Company: Key Haven Page 1 of 2
Docket No.: 020344-SU
Test Year Ended: December 31, 2001
Schedule Year Ended: December 31, 2001
Historic [X] Projected []

Schedule: D-2
Page 1 of 1
Preparer: CJN & W

Explanation: Provide a reconciliation of the simple average capital structure to requested rate base. Explain all adjustments. Submit an additional schedule if a year-end basis is used.

Line No.	(1) Class of Capital	(2) Test Year Per Books	(3) (4) (5) Reconciliation Adjustments		(6) Reconciled To Requested Rate Base	
			(3) Specific	(4) Prorata %		(5) Prorata Amount
1	Long-Term Debt	739,608		70.73	(59,689)	679,919
2	Short-Term Debt					
3	Preferred Stock					
4	Common Equity	306,030		29.27 %	(24,661)	281,369
5	Customer Deposits					
6	Tax Credits - Zero Cost					
7	Tax Credits - Wtd. Cost					
8	Accum. Deferred Income Tax					
9	Accum Deferred Income Tax					
10	(Debits)(Note 2)					
11	Total	\$ 1,045,638	\$ -	100.00 %	\$ (84,350)	\$ 961,288

12 * List corresponding adjustments to rate base below:

Description	Amount
-------------	--------

Supporting Schedules: A-19,C-7,C-8,D-3,D-4,D-5,D-7
Recap Schedules: D-1

Reconciliation of Capital Structure to Requested Rate Base (Interim)
Beginning and End of Year Average

Florida Public Service Commission

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001
Schedule Year Ended: December 31, 2001
Historic [X] Projected []

Schedule: D-2 (a)
Page 1 of 1
Preparer: CJN & W

Explanation: Provide a reconciliation of the simple average capital structure to requested rate base. Explain all adjustments. Submit an additional schedule if a year-end basis is used.

Line No.	(1) Class of Capital	(2) Test Year Per Books	(4) Reconciliation Adjustments			(6) Reconciled To Requested Rate Base
			(3) Specific	(4) Prorata %	(5) Prorata Amount	
1	Long-Term Debt	\$ 739,608		70.73	(62,058)	677,550
2	Short-Term Debt					
3	Preferred Stock					
4	Common Equity	306,030		29.27 %	(25,642)	280,388
5	Customer Deposits					
6	Tax Credits - Zero Cost					
7	Tax Credits - Wtd. Cost					
8	Accum. Deferred Income Tax					
9	Accum. Deferred Income Tax					
10	(Debits)(Note 2)					
11	Total	\$ 1,045,638	\$ -	100.00 %	\$ (87,700)	\$ 957,938

12 * List corresponding adjustments to rate base below:

Description	Amount
-------------	--------

Supporting Schedules: A-19,C-7,C-8,D-3,D-4,D-5,D-7
Recap Schedules: D-1

Preferred Stock Outstanding

Florida Public Service Commission

Company: Key Haven Utility Corporation

Docket No.: 020344-SU

Test Year Ended: December 31, 2001

Utility or Parent

Historic or Projected

Explanation: Provide data as specified on preferred stock on a simple average basis. If the utility is an operating division or subsidiary, submit an additional schedule which reflects the same information for the parent level.

Schedule: D-3

Page 1 of 1

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
			Call Provis., Special Restrict.	Principal Amount Sold (Face Value)	Principal Amount Outstanding	(Discount) or Premium on Principal Amount Sold	(Discount) or Premium Associated With Col (5)	Issuing Expense Associated With Col(4)	Issuing Expense Associated With Col(5)	Net Proceeds (5)-(9)+(7)	Rate (Contract Rate on Face Value)	Dollar Dividend On Face Value (11)x(5)	Effective Cost Rate (12)/(10)
Line No.	Description, Coupon Rate, Years of Life	Issue Date											

1 The Company has no preferred stock; therefore, this schedule is not applicable.

Simple Average Cost of Short-Term Debt

Florida Public Service Commission

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001
Utility or Parent
Historic or Projected

Schedule: D-4
Page 1 of 1
Preparer: CJN & W

Explanation: Provide the following information on a beginning and end of year average basis. If the utility is an operating division or subsidiary, submit an additional schedule which reflects the same information for the parent level.

Line No.	Lender	(1) Total Interest Expense	(2) Maturity Date	(3) Simple Average Amt. Outstanding	(4) Effective Cost Rate
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1 The Utility has no short-term (average life < one year) debt; therefore, this schedule is not applicable

Cost of Long-Term Debt
Beginning and End of Year Average

Florida Public Service Commission

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001
Utility or Parent
Historic or Projected

Explanation: Provide the specified data on long-term debt issues on a simple average basis for the test year. Arrange by type of issue (i.e., first mortgage bonds). If the utility is an operating division or subsidiary, submit an additional schedule which reflects the same information on the parent level.

Schedule: D-5
Page 1 of 1
Preparer: C.J.N. & W

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	
Line No.	Description, Coupon Rate, Years of Life	Issue Date-Maturity Date	Principal Amount Sold (Face Value)	Principal Amount Outstanding	Amount Outstanding Within One Year	Unamortized Discount (Premium) Associated With Col(4)	Unamortized Issuing Expense Associated With Col(4)	Annual Amortization of Discount (Premium) on Principal Outstanding	Annual Amort. of Issuing Expense on Principal Outstanding	Interest Cost (Coupon Rate) x Col (4)	Total Interest Cost (8)+(9)+(10)	Effective Cost Rate (11)/((4)-(6)-(7))
1	First State Bank of the											
2	Florida Keys, 10 years,											
3	8.25% for first 60 months, prime											
4	plus 1.5% thereafter	8/13/01	\$ 913,865	\$ 739,608	\$ 913,865		\$ 9,894		\$ 1,282	\$ 61,018	\$ 62,300	0.0854
3	Total		<u>\$ 913,865</u>	<u>\$ 739,608</u>	<u>\$ 913,865</u>	<u>-</u>	<u>\$ 9,894</u>	<u>-</u>	<u>\$ 1,282</u>	<u>\$ 61,018</u>	<u>\$ 62,300</u>	<u>8.54 %</u>

Supporting Schedules: D-6
Recap Schedules: A-19,D-2

Cost of Variable Rate Long-Term Debt
Beginning and End of Year Average

Florida Public Service Commission

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001
Utility or Parent
Historic or Projected

Explanation: Provide the specified data on variable cost long-term debt issues on a simple average basis. If the utility is an operating division or subsidiary, submit an additional schedule which reflects the same information for the parent level.

Schedule: D-6
Page 1 of 1
Preparer: C.J.N & W

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
Line No.	Description, Coupon Rate, Years of Life	Issue Date-Maturity Date	Principal	Amount Outstanding Within One Year	Unamortized Discount (Premium) Associated With Col(4)	Unamortized Issuing Expense Associated With Col(4)	Annual	Annual	Basis of Variable Rate (I.e. Prime + 2%)	Interest Cost (Test Year Cost Rate x Col. (4))	Total Interest Cost (8)+(9)+(11)	Effective Cost Rate (12)/((4)-(6)-(7))
			Amount Sold (Face Value)				Apportization of Discount (Premium) on Principal	Amort. of Issuing Expense on Principal				
1	First State Bank of the											
2	Florida Keys, 10 years,											
3	8.25% for first 60 months, prime											
4	plus 1.5% thereafter	8/13/01	\$ 913,865	\$ 739,608	\$ 913,865	\$ 9,894	\$ 1,282	Prime + 1.5%	\$ 61,018	\$ 62,300	0.0854	
			<u>\$ 913,865</u>	<u>\$ 739,608</u>	<u>\$ 913,865</u>	<u>\$ -</u>	<u>\$ 9,894</u>	<u>\$ -</u>	<u>\$ 1,282</u>	<u>\$ 61,018</u>	<u>\$ 62,300</u>	<u>\$ 0.0854</u>

Supporting Schedules: None
Recap Schedules: A-19,D-2

Schedule of Customer Deposits

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001
 Utility or Parent
 Historic or Projected

Schedule: D-7
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide a schedule of customer deposits as shown.

	(1)	(2)	(3)	(4)	(5)	(6)
Line No.	For the Year Ended	Beginning Balance	Deposits Received	Deposits Refunded	Ending Balance (2+3-4)	Interest Expense
1	The Company does not collect Customer Deposits; therefore this Schedule is not applicable					
2	Total	\$ -	\$ -	\$ -	\$ -	\$ -
3	Simple Average Balance				\$ -	
4	Effective Interest Rate					
5	(Interest/Simple Average Balance)					- %

Recap Schedules: A-19, D-2

Company: Key Haven Utility Corporation

Docket No.: 020344-SU

Test Year Ended: December 31, 2001

Water [] or Sewer [X]

Schedule: E-1

Page 1 of 1

Preparer: CJN & W

Explanation: Provide a schedule of present and proposed rates. State residential sewer cap, if one exists.

Line No	(1) Class/Meter Size	(2) Test Year Rates	(3) Present Rates (1)	(4) Interim Rates	(6) Proposed Rates
1	Residential				
2	Flat Rate	47.39	48.07	59.11	
3	Base Facility Charge				
4	All meter sizes				26.96
5	Gallonage charges per 1,000 gallons				
6	(Maximum of 10,000 gallons)				6.34
7	General Service				
8	Flat Rate - all meter sizes	47.39	48.07	59.11	
9	Base Facility Charge				
10	5/8" x 3/4"				26.96
11	1"				67.40
12	1 1/2"				134.80
13	2"				215.68
14	3"				431.36
15	4"				674.00
16	6"				1,348.00
17	8"				2,156.80
18	Gallonage charges per 1,000 gallons				7.45

19 Note (1): Present rates per 2001 Index Adjustment, effective December 31, 2001

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Schedule Year Ended: December 31, 2001
 Water [] or Sewer [X]

Schedule: E-2
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide a calculation of revenues at present and proposed rates using the billing analysis. Explain any differences between these revenues and booked revenues. If a rate change occurred during the test year, a revenue calculation must be made for each period.

(1) Line No.	(5) Class/Meter Size	(7) Total Bills	(8) Total Gallons	(9) Test Year Rates	(10) Test Year Revenue	Proposed Rates	Revenue at Proposed Rates
1	Residential						
2	Flat rate	<u>4,995</u>		\$ 47.39	<u>\$ 236,713</u>		
3	Base facility charge						
4	All meter sizes	4,995				\$ 26.96	\$ 134,665
5	1,000 gallons		<u>30,529</u>			6.34	<u>193,554</u>
6	Total Residential	<u>4,995</u>	<u>30,529</u>				<u>\$ 328,219</u>
7	Average Bill				<u>\$ 47.39</u>		<u>\$ 65.71</u>
6	General Service						
7	Flat rate	<u>12</u>		47.39	<u>\$ 569</u>		
8	Base facility charge						
9	5/8" x 3/4"					\$ 26.96	\$ -
10	1,000 gallons					7.45	-
11	1"	12				67.40	809
12	1,000 gallons		<u>158</u>			7.45	<u>1,177</u>
13	Total General Service	<u>12</u>	<u>158</u>				<u>\$ 1,986</u>
14	Average Bill				<u>\$ 47.42</u>		<u>\$ 165.50</u>
15	Miscellaneous service revenues				<u>420</u>		<u>420</u>
16	Total Annualized Revenue				237,702		330,625
17	Total revenue per books/required				<u>237,181</u>		<u>330,623</u>
18	Immaterial difference				<u>\$ 521</u>		<u>\$ 2</u>

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Schedule Year Ended: December 31, 2001
 Water [] or Sewer [X]

Schedule: E-2(a)
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide a calculation of revenues at present and proposed rates using the billing analysis. Explain any differences between these revenues and booked revenues. If a rate change occurred during the test year, a revenue calculation must be made for each period.

Line No.	(1) Class/Meter Size	(2) Total Bills	(3) Total Gallons	(4) Present Rates (1)	(5) Annualized Revenue
1	Residential				
2	Flat rate	4,995		\$ 48.07	\$ 240,110
3	Average Bill				\$ 48.07
4	General Service				
5	Flat rate	12		48.07	\$ 577
6	Average Bill				\$ 48.08
7	Other sewer revenue				420
8	Total Annualized Revenue				\$ 241,107
9	Note (1): Present rates per 2001 Index Adjustment, effective December 31, 2001				

Customer Monthly Billing Schedule

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001
 Water [] or Sewer [X]

Schedule: E-3
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide a schedule of monthly customers billed or served by class.

Line No.	(1) Month/ Year	(2) Residential	(3) General Service	(4) Multi-Family Dwelling	(6) Other Unmetered (1)	(7) Total
1	January, 2001	413	1			414
2	February	413	1			414
3	March	414	1			415
4	April	416	1			417
5	May	416	1			417
6	June	416	1			417
7	July	417	1			418
8	August	418	1			419
9	September	418	1			419
10	October	418	1			419
11	November	418	1			419
12	December, 2001	418	1			419
13	Total	4,995	12	-	-	5,007

Miscellaneous Service Charges

Florida Public Service Commission

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001
Water [] or Sewer [X]

Schedule: E-4
Page 1 of 1
Preparer: CJN & W

Explanation: Provide a schedule of present and proposed miscellaneous service charges. If an increase is proposed (or new charges), provide a schedule of derivation of charges, unless the charges are pursuant to the latest Staff Advisory Bulletin #13.

Line No	(1) Type Charge	(2) Present		(3) Proposed	
		Bus. Hrs.	After Hrs.	Bus. Hrs.	After Hrs.
1	Initial Connection	\$ 15	\$ 15	\$ 15	\$ 15
2	Normal Reconnection	15	15	15	15
3	Violation Reconnection	Actual cost	Actual cost	Actual cost	Actual cost
4	Premises Visit	10	10	10	10

Miscellaneous Service Charge Revenues

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001
 Water [] or Sewer [X]

Schedule: E-5
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide a schedule of test year miscellaneous charges received by type. Provide an additional schedule for proposed charges, if applicable.

Line No.	(1) Initial Connection	(2) Normal Reconnect	(3) Violation Reconnect	(4) Premises Visit	(5) Other Charges	(6) Total
1	\$ 75	\$ 345				\$ 420

Contracts and Agreements Schedule

Florida Public Service Commission

**Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Schedule Year Ended: December 31, 2001**

**Schedule: E-8
Page 1 of 1
Preparer: CJN & W**

Explanation: Provide a list of all outstanding contracts or agreements having rates or conditions different from those on approved tariffs. Describe with whom, the purpose and the elements of each contract shown.

(1) Line No.	(2) Type	(3) Description
1		The Company has no outstanding contracts or agreements; therefore, this schedule is not applicable.

Tax or Franchise Fee Schedule

Florida Public Service Commission

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Schedule Year Ended: December 31, 2001

Schedule: E-9
Page 1 of 1
Preparer: CJN & W

Explanation: Provide a schedule of state, municipal, city or county franchise taxes or fees paid (or payable). State the type of agreement (i.e. contract, tax).

Line No.	(1) Type Tax or Fee	(2) To Whom Paid	(3) Amount	(4) How Collected From Customers	(5) Type Agreement
-----------------	------------------------------------	---------------------------------	-----------------------	---	-----------------------------------

1 The Utility does not collect or pay any tax or franchise fees; therefore, this schedule is not applicable.

Service Availability Charges Schedule

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001
 Water [] or Sewer [X]

Schedule: E-10
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide a schedule of present and proposed service availability charges. (See Rule 25-20.580, F.A.C.)
 If no change is proposed, then this schedule is not required.

(1) Type Charge	(2) Present Charges	(3) Proposed Charges
System Capacity Charge		
Residential-per ERC (350 GPD)	\$ 1,200	\$ 1,200
All others-per Gallon/Day	4.61	4.61
Plant Capacity Charge		
Residential-per ERC (___ GPD) or per Lot		
All others-per Gallon/Day or per ERC (___ GPD)		
Main Extension Charge		
Residential-per ERC (250 GPD) or-per Lot		
Multifamily-per ERC (___ GPD) or-per Unit		
All others-per Gallon/Day or-per Front Foot		
Plan Review Charge		
Inspection Charge		
Guaranteed Revenue Charge (Monthly)		
With prepayment of Serv. Avail. Charges		
Residential-per ERC (250 GPD)/Month		
All others-per Gallon/Month		
Without prepayment of Serv. Avail. Charges		
Residential-per ERC (___ GPD)/Month		
All others-per Gallon/Month		
Allowance for Funds Prudently Invested (AFPI)		
Provide a table of payments by month and years.		

Guaranteed Revenues Received

Florida Public Service Commission

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001
Water [X] or Sewer [X]
Historic [X] or Projected []

Schedule: E-11
Page 1 of 1
Preparer: CJK & W

Explanation: Provide copies of all guaranteed revenue contracts with a schedule of billing and receipts on an annual basis by class.

Line No.	(1) For the Year Ended	(2) Residential	(3) General Service	(4) Other	(5) Total
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1 The Company did not receive any guaranteed revenue in the test year; therefore, this schedule is not applicable.

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001
Water [X] or Sewer [X]

Schedule: E-12
Page 1 of 1
Preparer: CJN & W

Explanation: All Class A utilities whose service classes include industrial customers, whose utilization exceeds an average of 350,000 GPD, shall provide a fully allocated class cost of service study showing customer, base (commodity), and extra capacity (demand) components under present and proposed rates. This study shall include rate of return by class and load (demand) research studies used in the cost allocation. The analysis shall be based upon the AWWA Manual No. 1 and shall comply with current AWWA procedures and standard industrial practices for utilities providing water and sewer service.

Line
No.

1 The Company does not serve any industrial customers; therefore, this schedule is not applicable.

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001
 Water [X] or Sewer [X]

Schedule: E-13
 Page 1 of 1
 Preparer: CJN & W

Explanation: If a projected test year is used, provide a schedule of historical and projected bills and consumption by classification. Include a calculation of each projection factor on a separate schedule, if necessary. List other classes or meter sizes as applicable. Include a calculation of each projection factor on a separate schedule, if necessary. List other classes or meter sizes as applicable.

	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)
Line No.	Class/Meter Size	Historical Year Bills	Proj. Factor	Proj. Test Year Bills	Test Year Consumption (000)	Proj. Factor	Project. TY Consumption (000)	Present Rates	Projected TY Revenue	Proposed Rates	Proj. Rev. Requirement

1 The Utility is not utilizing a projected test year; therefore, this schedule is not applicable.

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001
 Water [x] or Sewer [x]

Schedule: E-14
 Page 1 of 1
 Preparer: CJN & W

Customer Class:

Meter Size: all

Explanation: Provide a billing analysis for each class of service by meter size. For applicants having master metered multiple dwellings, provide number of bills at each level by meter size or number of bills categorized by the number of units. Round consumption to nearest 1,000 gallons & begin at zero. If a rate change occurred during the test year, provide a separate billing analysis which coincides with each period.

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Consumpt. Level	Number of Bills	Cumulative Bills	Gallons Consumed (1)x(2)	Cumulative Gallons	Reversed Bills	Consolidated Factor [(1)x(6)]+(5)	Percentage of Total

Note: The billing analysis is contained in Volume III

**Gallons of Wastewater Treated
In Thousands of Gallons**

**Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001**

Explanation: Provide a schedule of gallons of wastewater treated by individual plant for each month of the historical test year. Flow data should match the monthly operating reports sent to DER.

Month/ Year	(1)	(2)	(3)	(4)	(5)	(6)
	Individual Plant Flows (000)				Total Plant Flows	Total Purch. Sewage Treatment
	Key Haven	N/A	N/A	N/A		
1/01	2,814				2,814	none
2/01	2,217				2,217	
3/01	3,080				3,080	
4/01	2,988				2,988	
5/01	3,579				3,579	
6/01	2,657				2,657	
7/01	3,402				3,402	
8/01	4,008				4,008	
9/01	4,863				4,863	
10/01	4,940				4,940	
11/01	3,873				3,873	
12/01	2,498				2,498	
Total	40,919	-	-	-	40,919	-

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001

Schedule F-4
 Page 1 of 1
 Preparer: C.J.N. & W

Explanation: Provide the following information for each wastewater treatment plant. All flow data must be obtained from the monthly operating reports (MORs) sent to the Department of Environmental Regulation.

	<u>MONTH</u>	<u>GPD (000's)</u>
1. Plant Capacity		<u>200</u>
The hydraulic rated capacity. If different from that shown on the DER operating or construction permit, provide an explanation.		
2. Average Daily Flow Max Month	<u>October</u>	<u>159</u>
3. Average 3 Month Max Flow		
	August	129
	September	162
	October	<u>159</u>
	Average	<u>150</u>

An average of the daily flows during the peak usage month during the test year. Explain, on a separate page, if this peak-month was influenced by abnormal infiltration due to rainfall periods.

See Note on Page F-6

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001

Schedule F-6
Page 1 of 1
Preparer: CJN & W

Explanation: Provide all calculations, analyses and governmental requirements used to determine the used and useful percentages for the wastewater treatment plant(s) for the historical test year and the projected test year

Line No.		
1	(A) Used and useful flow (000):	
2	Three month peak average	<u>150</u>
3	(B) Permitted capacity (000)	<u>200</u>
4	(C) Used and useful percentage	<u>75 %</u>

5 Although the plant was nominally 75% used and useful in the test year, the Company believes that its
6 investment should be considered 100% used and useful for the reasons set forth below:

7 In the Company's last rate case (test year ended 12/31/93), the Commission, OPC, and the Utility stipulated
8 that the treatment plant and collection system were 100% used and useful. The capacity of the plant has not
9 changed since 1993 and the Company has added just 44 connections since that time. See Order No. PSC-94-
10 157-S-SU in Docket No. 940299-SU.

11 Key Haven Utility Corp. is located in the Florida Keys and operates under severe environmental conditions.
12 First, the salt air is corrosive to above ground structures and equipment. Second, the water table is extremely
13 high due to low elevation, causing salt water to enter the Company's collection system and treatment plant. The
14 Company has replaced significant portions of its collection system and fights a continuous battle against salt
15 water infiltration.

16 On October 21, 1991, the Company entered into a Consent Order with DEP, whereby the Utility would
17 modify or expand its .100 mgd treatment plant and disposal system. The Consent Order stated that the flows
18 during 1990 and 1991 were in excess of plant capacity. Further, such persistent hydraulic overloading caused
19 tertiary filter failure and overflow of disposal wells.

20 The Company complied with the terms of the Consent Order by construction of a .100 mgd expansion of the
21 treatment plant, drilling additional wells, and identifying and repairing certain portions of the collection system.
22 A .100 mgd expansion was considered and approved by the Department of Environmental Protection because
23 average flows in the months cited in the Consent Order were .120 mgd, .138 mgd, .116 mgd, and .129 mgd in
24 1990; and .104 mgd in 1991. A .050 mgd expansion was considered but, in the engineers opinion, was not
25 enough capacity to handle historic flows and meet all DER treatment standards. Further, there was no
26 guarantee that the Company's effort to minimize saltwater inflow would succeed or to what degree such flow
27 could be reduced, or if any reduction in flow would be permanent. As shown on Schedule F-4, the Company
28 experienced a peak average month flow of .159 mgd, which is 80% of the capacity of the plant. This reinforces
29 the Company's position that a .050 mgd addition would have been inadequate.

30 Since a capacity of .150 mgd would have been inadequate, as demonstrated by the peak month flow of .159
31 mgd, the Utility believes that the .100 mgd expansion to .200 mgd was the most prudent course of action.
32 Based on engineering estimates, the cost of a .075 mgd expansion to .175 mgd would have been almost
33 identical to the .100 mgd expansion made by the Utility. During 2001, flows exceeded .200 mgd on 4 days in
34 August, 6 days in September, and 3 days in October. In September and November, flows exceeded .300 mgd
35 on four occasions.

36 Based on the foregoing, the Utility believes its investment in treatment and disposal plant remains 100%
37 used and useful in the 2001 test year.

Company: Key Haven Utility Corporation
Docket No.: 020344-SU
Test Year Ended: December 31, 2001

Schedule F-7
Page 1 of 1
Preparer: CJN & W

Explanation: Provide all calculations, analyses and governmental requirements used to determine the used and useful percentages for the water distribution and wastewater collection systems for the historical and the projected test year (if applicable). The capacity should be in terms of ability to serve a designated number of connections. It should then be related to actual connected density for historical year calculations. Explain all assumptions for projected calculations. If the distribution and collection systems are entirely contributed or built-out, this schedule is not required.

<u>Line No.</u>	
1	All wastewater collection plant is considered 100% used and useful.
2	In the Company's last rate case (test year ended 12/31/93), the Commission, OPC, and the Utility stipulated
3	that the collection system was 100% used and useful (Order No. PSC-94-1557-S-SU). No expansion of the
4	collection system has occurred or is possible due to location and environmental restrictions.
5	The system has the capacity to serve 514 developed lots. During the test year, the Company provided
6	service to 419 lots.
7	Active wastewater connections are spread equally throughout the developed system, as depicted on the
8	system map filed in this case.
9	For these reasons, the wastewater collection system is 100% used and useful.

Company: Key Haven Utility Corporation

Schedule F-8

Docket No.: 020344-SU

Page 1 of 1

Test Year Ended: December 31, 2001

Preparer: CJN & W

Explanation: If a margin reserve is requested, provide all calculations and analyses used to determine the amount of margin reserve for each portion of used and useful plant.

Line
No.

- 1 No margin of reserve is required since the treatment, disposal, and collection plants are 100% used and useful.

Equivalent Residential Connections - Wastewater

Florida Public Service Commission

Company: Key Haven Utility Corporation
 Docket No.: 020344-SU
 Test Year Ended: December 31, 2001

Schedule F-10
 Page 1 of 1
 Preparer: CJN & W

Explanation: Provide the following information in order to calculate the average growth in ERC's for the last five years, including the test year. If the utility does not have single-family residential (SFR) customers, the largest customer class should be used as a substitute.

Line No.	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
	Year	Total Customer ERC's			Total Gallons Sold	Gallons/ERC (5)/(4)	Total Gallons Sold	Total ERCs (7)/(6)	Annual % Incr. in ERCs
		Beginning	Ending	Average					
1	1996	384	391	388	31,390	81	31,390	388	---
2	1997	391	398	395	48,728	123	48,728	396	2.062 %
3	1998	398	409	404	53,290	132	53,290	404	2.020
4	1999	409	410	410	52,852	130	52,852	407	0.743
5	2000	410	413	412	44,496	108	44,496	412	1.229
6	2001	413	419	416	40,919	98	40,919	418	<u>1.456</u>
Average Growth Through 5-Year Period (Col. 8)									<u>1.546 %</u>

7 The Company bills on a flat rate basis for all customers. Water consumption data for individual customers was
 8 not available from the Florida Keys Aquaduct Authority prior to 2001; therefore, this schedule provides data for
 9 total gallons treated at the wastewater treatment plant.