

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Application for increase
in wastewater rates in Monroe
County by KW Resort Utilities Corp.

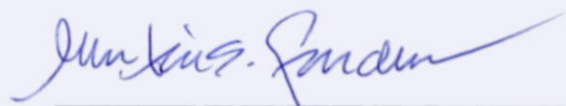
Docket No. 150071-SU

NOTICE OF FILING

Applicant, KW Resort Utilities Corp., by and through its undersigned attorneys, hereby gives notice of filing, in the above-referenced docket, of the Affidavit of Mailing, evidencing that the Initial Customer Notice was sent by regular mail on October 29, 2015 to all customers of the Utility.

Respectfully submitted this 2nd day of
November, 2015, by:

FRIEDMAN & FRIEDMAN, P.A.
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MARTIN S. FRIEDMAN
BRIDGET M. FRIEDMAN
For the Firm

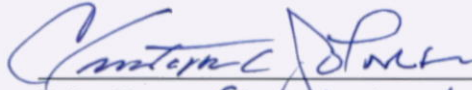
AFFIDAVIT OF MAILING

STATE OF FLORIDA

COUNTY OF MONROE

Before me, the undersigned authority, authorized to administer oaths and take acknowledgments, personally appeared Christopher A. Johnson, who, after being duly sworn on oath, did depose on oath and say that he/~~she~~ on behalf of K W Resort Utilities Corp. ("Utility"), on October 29, 2015, he/~~she~~ did send by regular U.S. Mail, a copy of the Initial Customer Notice, attached hereto, to all customers of the Utility.

FURTHER AFFIANT SAYETH NAUGHT.



Print Name: Christopher A. Johnson
Print Title: President

Sworn to and subscribed before me this 29 day of October, 2015, by CHRISTOPHER A. JOHNSON who is personally known to me or has produced _____ as identification.



Print Name:
NOTARY PUBLIC
My Commission Expires:





BEFORE THE PUBLIC SERVICE COMMISSION

INITIAL CUSTOMER NOTICE

**TO THE CUSTOMERS OF
K W RESORT UTILITIES CORP.
AND
ALL OTHER INTERESTED PERSONS**

RE: DOCKET NO. 150071-SU

**APPLICATION FOR INCREASE IN WASTEWATER RATES IN
MONROE COUNTY BY K W RESORT UTILITIES CORP.**

DATED: October 29, 2015

BACKGROUND

K W Resort Utilities Corp. (the "Utility") is a wastewater utility whose corporate offices are located at 6630 Front Street, Key West, Florida 33040. The Utility's wastewater facilities are located in Monroe County, Florida.

On July 1, 2015, the Utility filed an application with the Florida Public Service Commission (the "Commission") for an increase in its wastewater rates to its customers in Monroe County based on an historical test year ending December 31, 2014. The application is assigned Docket No. 150071-SU and September 22, 2015 was established as the official date of filing.

The Utility is requesting a rate increase because the existing rates do not provide sufficient revenues to cover the required expenses of operations on a going-forward basis and an opportunity to earn a fair return on the Utility's investment in used and useful property for the public use. The rate of return on equity requested in this proceeding is 9.36%. The overall rate of return requested is 8.01%. The Company's last rate proceeding before the Commission was in Docket No. 070293-SU, utilizing a test year ending December 31, 2006, which culminated in Order No. PSC-09-0057-FOF-SU dated January 27, 2009.

The Utility has incurred substantial additional operating costs and capital investment.

All of the information on file at the Commission is open to the public and is available for review at the Commission offices in Tallahassee and on its website: <http://www.psc.state.fl.us/dockets/cms/docketFilings3.aspx?docket=150071>. The MFRs filed by the Utility are also available for inspection at the following locations:

Monroe County Public Library 700 Fleming Street Key West, FL 33040	Hours: Monday - Tuesday: 9:30 a.m. to 6:00 p.m. Thursday - Friday - 9:30 a.m. to 6:00 p.m. Wednesday: 9:30 a.m. to 8:00 p.m. Saturday: 10:00 a.m. to 6:00 p.m. Sunday: Closed
K W Resort Utilities Corp. 6630 Front Street Key West, FL 33040	Office Hours: Monday through Friday 7:30 a.m. to 4:30 p.m.

The test period for setting rates is the historical average thirteen-month period ended December 31, 2014.

RATES

The current wastewater rates and the Utility's requested final wastewater rates are set forth at the end of this notice. The final wastewater rates are subject to change based on information gathered at the customer meeting, further Staff review, and the final decision by the Commissioners.

SERVICE AVAILABILITY CHARGES

The Utility is not requesting any changes to its service availability charges. Even though not requested to do so, the Commission may review and adjust service availability charges.

PROCEDURES AFTER CUSTOMER MEETINGS

The following tentative schedule was established by the Commission for the remaining major events in the Utility's rate case (a customer meeting will be scheduled and you will be provided with a separate notice of its date, time and location):

<u>Schedule Item</u>	<u>Due Date</u>
Staff Audit Report	10/16/2015
Utility's Response to Audit	10/30/2015
Customer Meeting	12/10/2015
Staff's Recommendation on PAA	02/18/2016
Agenda Conference on PAA Rates	03/01/2016
PAA Order Issued	03/21/2016
Protest Period Expires	04/11/2016
Consummating Order Entered	04/14/2016

HOW TO CONTACT THE COMMISSION

Any person who wishes to comment or provide information to Commission staff may do so at the meetings, either orally or in writing. Other written comments regarding the Utility and the proposed rates, or requests to be placed on the mailing list for this case, may be directed to this address:

Florida Public Service Commission
Director, Office of Commission Clerk
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0870

A courtesy copy of written comments and complaints may be mailed/emailed to the following:

Martin S. Friedman, Esquire
Friedman & Friedman, P.A.
766 North Sun Drive, Suite 4030
Lake Mary, Florida 32746
mfriedman@ff-attorneys.com

All correspondence should refer to "Docket No. 150071-SU, K W Resort Utilities Corp." Your letter will be placed in the correspondence file of this docket. You may also submit comments through the Florida Public Service Commission's toll-free facsimile line at 1-800-511-0809, the Commission's e-mail at contact@psc.state.fl.us, or the Commission's website available at <http://floridapsc.com/about/contact/form.aspx>.

If you wish to contact the Florida Public Service Commission regarding complaints about service, you may call the Commission's Division of Consumer Assistance and Outreach at the following toll-free number 1-800-342-3552.

This notice was prepared by the Utility and approved by Commission staff for distribution by the Utility to its customers. If you have any questions, please call the Utility's office at (305) 295-3301.

K W Resort Utilities Corp.

	<u>Current Rates</u>	<u>Utility's Requested Final Rates</u>
<u>Residential Service</u>		
Base Facility Charge all Meter Sizes	\$17.81	\$35.26
Charge per 1,000 gallons 10,000 gallon cap	\$3.87	\$7.66
<u>General Service</u>		
Base Facility Charge by Meter Size		
5/8" x 3/4 "	\$17.81	\$35.26
1"	\$44.53	\$88.17
1.5"	\$89.05	\$176.32
2"	\$142.47	\$282.09
3"	\$284.95	\$564.20
4"	\$445.24	\$881.58
6"	\$890.49	\$1,763.17
8"	\$1,602.86	\$3,173.66
8" Turbo	\$2,048.10	\$4,055.24
Charge per 1,000 gallons	\$4.64	\$9.19
<u>Reclaimed Water</u>		
Charge per 1,000 gallons	\$0.68	\$1.35

	<u>Current Rates</u>	<u>Utility's Requested Final Rates</u>
<u>Private Lift Station Owners</u>		
Base Facility Charge by Meter Size		
5/8" x 3/4 "	\$17.81	\$35.26
1"	\$44.53	\$88.17
2"	\$142.47	\$282.09
Charge per 1,000 gallons	\$4.64	\$9.19
<u>Bulk WW - Safe Harbor Marina</u>		
Residential living units 1 ERC each	\$343.66	\$680.45
Live Aboard Boats .6 ERC each	\$286.38	\$567.03
Non Live Aboard Boats .2 ERC each	\$143.20	\$283.54
Vacant Slips .2 ERC each	\$30.84	\$61.06
Bathhouses 1 ERC each	\$52.87	\$104.68
Commercial Businesses .5 ERC each	\$26.43	\$52.33
Commercial Bar	\$33.73	\$66.79
Total Bulk Rate	\$917.11	\$1,815.88
<u>Bulk WW - South Stock Island Marinas</u>		
6 Residential Living Units 1 ERC each	\$101.96	\$201.88
2" meter serving remainder	\$142.47	\$282.09
Charge per 1,000 gallons	\$4.64	\$9.19

		<u>Utility's</u>
	<u>Current</u>	<u>Requested</u>
	<u>Rates</u>	<u>Final Rates</u>
<u>KW Golf Club HOA</u>		
Large Swimming Pool	\$105.35	\$208.59
Small Swimming Pool	\$31.31	\$61.99
<u>Dewatering Sludge Loads</u>		
Charge per 1,000 gallons	\$4.64	\$9.19
Minimum Charge (155,000 gallons – 20 ERCs @ 250 gpd, 31 days)	\$719.20	\$1,424.02