

State of Florida



Public Service Commission

CAPITAL CIRCLE OFFICE CENTER • 2540 SHUMARD OAK BOULEVARD
TALLAHASSEE, FLORIDA 32399-0850

-M-E-M-O-R-A-N-D-U-M-

DATE: December 28, 2015

TO: Carlotta S. Stauffer, Commission Clerk, Office of Commission Clerk

FROM: Amber M. Norris, Public Utilities Supervisor, Division of Accounting & Finance *Amn*

RE: 150071-SU - Application for increase in wastewater rates in Monroe County by K
W Resort Utilities Corp.

Please place the following email and its attachments in the above-referenced docket file.

RECEIVED-FPSC
2015 DEC 28 PM 4:01
COMMISSION
CLERK

Amber Norris

From: Martin S. Friedman <mfriedman@ff-attorneys.com>
Sent: Monday, December 21, 2015 2:43 PM
To: Amber Norris
Cc: Chris Johnson; Debbie Swain; Cynthia Yapp
Subject: FW: Rate Case
Attachments: 2007 labor Allocation.pdf; 2008 Labor Allocation.pdf; 2009 Labor Allocation.pdf; Schedule of Weiler Costs.pdf

Amber,

Pursuant to our telephone conference last Friday, attached are the Weiler Invoices; and the following comprises the \$16,552:

2,170.00	BRIAN Inc., Invoice 3110A 4/19/06
600.00	BRIAN Inc., Invoice 3146 5/31/06
825.00	BRIAN Inc. Invoice 3145 5/31/06
	Keys Environmental, Invoice 3802
2,782.00	10/17/07
10,175.00	BRIAN Inc, Invoice 3365 9/25/08
<u>16,552.00</u>	

Let me know if you have any questions or need anything else.

Regards, Marty

MARTIN S. FRIEDMAN, ESQ.

Shareholder



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"Excellence in Engineering"

5800 Overseas Highway, Ste 36
Marathon, Florida 33050
(305) 289-4161 ph
(305) 289-4162 fax

September 4, 2015

Christopher Johnson, President
KW Resort Utilities Corporation
6630 Front Street
Key West, FL 33040

RE: Classification of Services for 2007

Mr. Johnson:

Based on correspondence and project notes from 2007, it is my estimate that I spent approximately 50% of my time working for KWRU on capital projects, including the continuing work on the conversion of the treatment plants to advanced wastewater treatment process and reviews of plans for connections of private collection systems to the KWRU infrastructure.

The remaining 50% of my time was spent working on operations, including process control trouble-shooting with the staff, evaluation of operational and mechanical problems and providing licensed plant staffing.

Please contact me if you need any further information or have questions regarding this issue.

Sincerely,

Edward R. Castle
Florida PE No. 58574



"Excellence in Engineering"

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Marathon, Florida 33050
(305) 289-4161 ph
(305) 289-4162 fax

September 4, 2015

Christopher Johnson, President
KW Resort Utilities Corporation
6630 Front Street
Key West, FL 33040

RE: Classification of Services for 2008

Mr. Johnson:

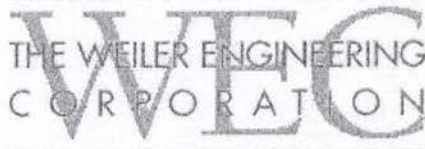
Based on correspondence and project notes from 2008, it is my estimate that I spent approximately 40% of my time working for KWRU on capital projects, including design and inspection for the conversion of the stand-alone clarifier into a digester and reviews of plans for connections of private collection systems to the KWRU infrastructure.

The remaining 60% of my time was spent working on operations, including work associated with a consent order from FDEP, providing information for a PSC rate hearing, providing assistance in process control and trouble-shooting and providing licensed staffing for the facility.

Please contact me if you need any further information or have questions regarding this issue.

Sincerely,

Edward R. Castle
Florida PE No. 58574



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September 4, 2015

Christopher Johnson, President
KW Resort Utilities Corporation
6630 Front Street
Key West, FL 33040

RE: Classification of Services for 2009

Mr. Johnson:

Based on correspondence and project notes from 2009, it is my estimate that I spent approximately 25% of my time working for KWRU on capital projects, including design and inspection for the rehabilitation of the chlorine contact chambers, pilot testing for composting of biosolids and reviews of plans for connections of private collection systems to the KWRU infrastructure.

The remaining 75% of my time was spent working on operations, including work associated with renewal of the WWTP operating permit and injection well permits, performing laboratory testing, providing assistance in process control and troubleshooting and providing licensed staffing for the facility.

Please contact me if you need any further information or have questions regarding this issue.

Sincerely,

Edward R. Castle
Florida PE No. 58574

Weiler Engineering
 Analysis of invoices
 2007 - 2009

<u>YEAR</u>	<u>AMOUNTS</u>	<u>DESCRIPTION</u>	<u>CAPITALIZED</u> (Per letters from Edward R. Castle, PE, attached)	
2004	\$58,506.05	87 Hours at \$52.55/hour = \$4,571.85 (Ed Castle's Time) a Month (January & February) 87 Hours at \$55.46/hour = \$4,825.02 (Ed Castle's Time) a Month (March - December)		
2005	\$65,145.60	87 Hours at \$62.40/hour = \$5,428.80 (Ed Castle's Time) a Month (January - December)		
2006	\$65,145.60	87 Hours at \$62.40/hour = \$5,428.80 (Ed Castle's Time) a Month (January - December)		
2007	\$65,145.60	87 Hours at \$62.40/hour = \$5,428.80 (Ed Castle's Time) a Month (January - December)	50%	\$32,572.80
2008	\$65,145.60	87 Hours at \$62.40/hour = \$5,428.80 (Ed Castle's Time) a Month (January - December)	40%	\$26,058.24
2009	\$54,859.20	87 Hours at \$62.40/hour = \$5,428.80 (Ed Castle's Time) a Month (January - September) \$2,000.00/Month (October - December)	25%	\$13,714.80
2010	\$24,000.00	\$2,000.00/Month (Ed Castle's time) a month (January - December)		
2011	\$24,000.00	\$2,000.00/Month (Ed Castle's time) a month (January - December)		
1/31/2011	\$55,883.00	September 2009 through January 2011 - Time Spent ((\$46,000.00) Credit for \$2,000.00 for 23 months (\$5,607.87) Adjustment for billing twice in one month with FedEx Charges		
1/13/2012	\$15,891.25	February 2011 to December 2011 - Time Spent		
	\$442,114.03			

TOTAL CAPITALIZABLE

\$72,345.84