## Angela Charles

From: Carlotta Stauffer

**Sent:** Monday, March 06, 2017 11:03 AM

To: CLK - Agenda Staff

**Subject:** FW: APPROVED - Request for Oral Modification -- Item 7-- Docket 150071,

Application for increase in wastewater rates in Monroe County by K W Resort Utilities

Corp.A

From: Kathy Shoaf

Sent: Monday, March 06, 2017 10:54 AM

**To:** Mark Futrell; Keith Hetrick; Mary Anne Helton; Greg Shafer; Amber Norris; Cheryl Bulecza-Banks; Iliana Piedra; Laura King; Robert Graves; Wesley Taylor; Patti Daniel; Shannon Hudson; Jennifer Crawford; Kyesha Mapp; Kate Hamrick;

Carlotta Stauffer; Rachel Arnold

Subject: APPROVED - Request for Oral Modification -- Item 7-- Docket 150071, Application for increase in wastewater

rates in Monroe County by K W Resort Utilities Corp.A

Please see APPROVED Request for Oral Modification -- Item 7-- Docket 150071, Application for increase in wastewater rates in Monroe County by K W Resort Utilities Corp.A

## **Kathy Shoaf**

Executive Assistant to Braulio Baez, Executive Director Florida Public Service Commission

Telephone: (850)413-6053 kshoaf@psc.state.fl.us

From: Braulio Baez

Sent: Monday, March 06, 2017 10:48 AM

To: Greg Shafer

Cc: Mark Futrell; Kathy Shoaf; Kate Hamrick; Wesley Taylor; Kyesha Mapp; Mary Anne Helton

Subject: RE: Request for Oral Modification -- Item 7-- Docket 150071, Application for increase in wastewater rates in

Monroe County by K W Resort Utilities Corp.

## Approved, Thanks.

From: Greg Shafer

Sent: Monday, March 06, 2017 8:51 AM

To: Braulio Baez

Cc: Mark Futrell; Kathy Shoaf; Kate Hamrick; Wesley Taylor; Kyesha Mapp; Mary Anne Helton

Subject: Request for Oral Modification -- Item 7-- Docket 150071, Application for increase in wastewater rates in Monroe

County by K W Resort Utilities Corp.

Staff requests approval to make an oral modification to Item 7 (Docket 150071, Application for increase in wastewater rates in Monroe County by K W Resort Utilities Corp.) scheduled for the March 7, 2017 Commission Conference. The modification appears below and affects Issue 1, page 3, the first paragraph under the subheading

Calculation Error. The modification corrects language regarding the description of costs associated with the Normal Reconnection Charge and does not impact the rate calculation or any other issues in the recommendation.

On February 7, 2017, the Commission voted to approve Issue 34, which pertains to appropriate miscellaneous service charges. Contained within these miscellaneous charges is a charge for transportation expenses. There were inadvertent calculation errors within staff's breakdown of this charge. The transportation cost for the Initial Connection Charge Calculation (Table 1) and Premises Visit Charge Calculation (Table 2) was multiplied by two to represent the round-trip expense incurred by the Utility, when in fact it should have been calculated only for a one-way expense. This resulted in a doubling of this expense such that the original calculated cost of transportation was \$3.36 for Normal Hours Cost and \$6.72 for After Hours Costs, when the correct charges should have been \$1.68 and \$3.36, respectively. This correction results in lower miscellaneous service charges for both initial connections and premise visits. The Normal Reconnection Charge Calculation is still correct, because the calculation properly reflects a round trip expense two trips on behalf of the Utility. This is because the Normal Reconnection Charge involves two trips. A first trip to the residence is needed to shut off the water, and a second trip is necessary for reconnection. In contrast, the Initial Connection and Premises Visit Charges both involve only a single trip to the residence, thus a one-way expense calculation is all that's required.

Thanks, Greg