

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

**In re: Application by KWRU for Limited
Proceeding to Reflect the Key West Wastewater
Treatment Facility in Base Rates**

DOCKET NO.: 20260071-SU

DATED: MAY 15, 2026

NOTICE OF FILING

PLEASE TAKE NOTICE that K W RESORT UTILITIES CORP. ("KWRU"), by and through undersigned counsel, hereby files the full and complete copy of Exhibit B to the Petition for Limited Proceeding filed by KWRU on April 24, 2026, in the above-styled matter, as the Exhibit B included with the original filing was inadvertently incomplete.

DATED this 15th day of May, 2026.

Respectfully Submitted,

Counsel for Applicant,
K W RESORT UTILITIES CORP.

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EXHIBIT B

KW Resort Utilities Corp.

Wastewater Limited Proceeding Application

Accounting Information

April 2026

EXHIBIT B

**KW Resort Utilities Corp.
Wastewater Limited Proceeding Application**

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KW Resort Utilities Corp.
Wastewater Limited Proceeding
Schedule of Present and Proposed Rates

Docket No.:
Schedule 1

Line No.	Account Description and Service Type	Present Rates	Proposed Increase	Proposed Rates
1	Residential Service			
2	Base Facility Charge - All Meter Sizes	\$76.63	\$8.50	\$85.13
3				
4	Charge per 1,000 gallons			
5	10,000 gallon cap	\$8.82	\$0.98	\$9.80
6				
7	General Service			
8	Base Facility Charge - By Meter Size			
9	5/8" x 3/4"	\$76.63	\$8.50	\$85.13
10	3/4"	114.95	12.75	127.70
11	1"	191.58	21.25	212.83
12	1 1/2"	383.13	42.50	425.63
13	2"	613.04	68.00	681.04
14	3"	1,226.08	136.00	1,362.08
15	4"	1,915.75	212.51	2,128.26
16	6"	3,831.50	425.01	4,256.51
17	8" turbo	6,896.70	765.02	7,661.72
18				
19	Charge per 1,000 gallons	\$10.58	\$1.17	\$11.75
20				
21	Harbor Shores (69 ERCs)			
22	Base Facility Charge	\$5,287.47	\$586.52	\$5,873.99
23				
24	Gallonge Charge per 1,000 gallons			
25	690,000 cap	\$10.58	\$1.17	\$11.75
26				
27	Private Lift Station Owners			
28	Base Facility Charge - By Meter Size			
29	5/8" x 3/4"	\$61.30	\$6.80	\$68.10
30	3/4"	91.95	10.20	102.15
31	1"	153.25	17.00	170.25
32	1 1/2"	306.50	34.00	340.50
33	2"	490.40	54.40	544.80
34	3"	980.80	108.80	1,089.60
35	4"	1,532.50	169.99	1,702.49
36	6"	3,065.00	339.99	3,404.99
37	8"	4,904.00	543.98	5,447.98
38				
39	Gallonge Charge per 1,000 gallons	\$10.58	\$1.17	\$11.75
40				
41	Reuse Service			
42	Gallonge Charge per 1,000 gallons	\$2.21	\$0.25	\$2.46

EXHIBIT B

**KW Resort Utilities Corp.
Wastewater Limited Proceeding
Calculation of Percentage Rate Increase**

**Docket No.:
Schedule 2**

Line No.	Description	Amount	Reference / Computation
1	Calculation of Increase Percentage		
2	Total Proposed Increase	525,677	Schedule 3
3	Annualized Revenue	<u>4,738,978</u>	Schedule 7
4	Percentage Increase in Rates	<u><u>11.09%</u></u>	line 2 / line 3

EXHIBIT B

**KW Resort Utilities Corp.
Wastewater Limited Proceeding
Schedule of Revenue Requirement**

**Docket No.:
Schedule 3**

Line No.	Increase in Operating Expenses	Cost	Reference
1	Increase in Rate Case Expense	11,206	Schedule 6
2	Increase in Chemical Expense	127,680	Schedule 4
3	Increase in Salaries Expense	101,376	Schedule 4
4	Increase in Benefits	116,465	Schedule 4
5	Increase in IT Services	23,530	Schedule 4
6	Increase in Supplies	114,161	Schedule 4
7	Increase in Taxes Other Than Income Taxes	7,603	Schedule 4
8	Total Increase in Operating Expenses	<u>502,021</u>	
9			
10	RAF 4.5% Gross Up	23,655	
11			
12	Total Revenue Increase Requested	<u>525,677</u>	line (8) + line (10)

EXHIBIT B

KW Resort Utilities Corp.
Wastewater Limited Proceeding
Statement of Operations After Limited Proceeding Rate Increase

Docket No.:
Schedule 4

Line No.	Description	12/31/2025 Balance	Annualized 2025 Revenues	Limited Proceeding Considerations	Balance After LP Considerations	Reference
1	Operating Revenue (from Consumption)	\$ 4,374,827	\$ 364,151	\$ 525,677	\$ 5,264,655	(A)
2	Operating Revenue (from Miscellaneous Charges and Accruals)	215,845		-	215,845	
3						
4	Operating Expenses					
5	Operation and Maintenance	3,522,491	-	494,418	4,016,909	(B)
6	Taxes Other Than Income	323,814	-	7,603	331,417	(C)
7	Other Expenses	487,752			487,752	
8						
9	Operating Income	<u>256,616</u>	<u>-</u>	<u>23,655</u>	<u>280,272</u>	
10						
11	Adjustments					
12	(A) Operating Revenue (from Consumption)					
13	Limited Proceeding Revenue			5,264,655		Schedule 7
14	Annualized Revenue			<u>4,738,978</u>		Schedule 7
15	Total			525,677		
16	(B) 766 Regulatory Commission Exp - Rate Case Expense Amortization					
17	Increase in Amortization Expense of Rate Case Expense			<u>11,206</u>		Schedule 6
18	Total			11,206		
19	718 Chemicals Expense					
20	Increase in Chemical Expense			<u>127,680</u>		
21	Total			127,680		
22	736 Contractual Services Other - IT Services					
23	Increase in IT Services			<u>23,530</u>		
24	Total			23,530		
25	701 Salaries and Wages - Employees					
26	Increase in Salaries Expense			<u>101,376</u>		
27	Total			101,376		
28	704 Employee Pension and Benefits					
29	Increase in Benefits			<u>116,465</u>		
30	Total			116,465		
31	720 Materials and Supplies					
32	Increase in Supplies			<u>114,161</u>		
33	Total			114,161		
34	(C) 408 Payroll Taxes					
35	Increase in Payroll Taxes			<u>7,603</u>		Line 25 * 7.5%
36	Total			7,603		

EXHIBIT B

KW Resort Utilities Corp.
Wastewater Limited Proceeding
Schedule of Increases in Taxes Other Than Income

Docket No.:
Schedule 5

Line No.	Description	Net Increase	Reference
1	408.10 Regulatory Assessment Fee (RAF)		
2	Annualized Revenue for the 12 Months Ended 12/31/2025	4,738,978	Schedule 7
3	Historic Revenue at 12/31/2025	4,374,827	Schedule 4
4			
5	Net Increase in Annualized Revenue	364,151	line 2 - line 3
6			
7	RAF	4.50%	Per PSC
8			
9	Increase in RAF (Fee is 4.5%)	<u>17,159</u>	line 5 * line 7
10			
11	408.11 Payroll Taxes		
12	Increased Salary Expense	101,376	Schedule 4
13	Payroll Tax %	7.50%	
14			
15	Net Increase in Payroll Taxes	<u>7,603</u>	line 23 * line 24

EXHIBIT B

**KW Resort Utilities Corp.
Wastewater Limited Proceeding
Schedule of Rate Case Expense**

**Docket No.:
Schedule 6**

Line No.	Firm	Person	Hourly Rate / Person	Hours	Total	Description
1	Public Service Commission				2,250	Filing Fee
2	Smith Hawks	Bart Smith	450.00	45	20,250	Costs associated with legal services
3	Milian, Swain & Associates, Inc.	Deborah Swain	300.00	32	9,600	MFRs, data requests, audit facilitation
4	Milian, Swain & Associates, Inc.	Cynthia Yapp	200.00	50	10,000	MFRs, data requests, audit facilitation
5	Milian, Swain & Associates, Inc.	Adam Swain	125.00	1	125	Administrative
6	KW Resort Utilities Corp				2,600	Printing, Customer Notices, Postage
7						
8		Total Rate Case Expense			\$ 44,825	
9						
10			4-Year Amortization		11,206	line 10 / 4
11			Wastewater		11,206	

EXHIBIT B

KW Resort Utilities Corp.
Wastewater Limited Proceeding
Schedule of Annualized Revenues and Revenues at Proposed Rates

Docket No.:
Schedule 7

Line No.	Wastewater Account Description & Service Type	No. of Bills / Gallons	Current Rates	Annualized Revenues	Proposed Rates	Revenues at Proposed Rates
1	Residential Service					
2	Base Facility Charge - All Meter Sizes	17,158	\$76.63	\$1,314,817.54	85.13	\$1,460,665.26
3						
4	Charge per 1,000 gallons					
5	10,000 gallon cap	60,571	\$8.82	\$534,236.22	9.80	\$593,497.02
6						
7	General Service					
8	Base Facility Charge - By Meter Size					
9	5/8" x 3/4"	1,886	\$76.63	\$144,524.18	85.13	\$160,555.70
10	3/4"	0	114.95	-	127.70	\$0.00
11	1"	96	191.58	\$18,391.68	212.83	\$20,431.80
12	1 1/2"	120	383.13	\$45,975.60	425.63	\$51,075.50
13	2"	108	613.04	\$66,208.32	681.04	\$73,552.56
14	3"	13	1,226.08	\$15,939.04	1,362.08	\$17,707.10
15	4"	12	1,915.75	\$22,989.00	2,128.26	\$25,539.08
16	6"	12	3,831.50	\$45,978.00	4,256.51	\$51,078.16
17	8" turbo	12	6,896.70	\$82,760.40	7,661.72	\$91,940.70
18						
19	Charge per 1,000 gallons	102,452	\$10.58	\$1,083,942.16	11.75	\$1,204,179.75
20						
21	Harbor Shores (69 ERCs)					
22	Base Facility Charge	12	\$5,287.47	\$63,449.64	5,873.99	\$70,487.87
23						
24	Gallonage Charge per 1,000 gallons					
25	690,000 cap	2,169	\$10.58	\$22,948.02	11.75	\$25,493.56
26						
27	Private Lift Station Owners					
28	Base Facility Charge - By Meter Size					
29	5/8" x 3/4"	2,400	\$61.30	\$147,120.00	68.10	\$163,439.46
30	3/4"	0	91.95	-	102.15	\$0.00
31	1"	72	153.25	\$11,034.00	170.25	\$12,257.96
32	1 1/2"	60	306.50	\$18,390.00	340.50	\$20,429.93
33	2"	72	490.40	\$35,308.80	544.80	\$39,225.47
34	3"	24	980.80	\$23,539.20	1,089.60	\$26,150.31
35	4"	0	1,532.50	-	1,702.49	\$0.00
36	6"	36	3,065.00	\$110,340.00	3,404.99	\$122,579.60
37	8"	12	4,904.00	\$58,848.00	5,447.98	\$65,375.79
38						
39	Gallonage Charge per 1,000 gallons	66,953	\$10.58	\$708,362.74	11.75	\$786,938.73
40						
41	Reuse Service					
42	Gallonage Charge per 1,000 gallons	74,152	\$2.21	\$163,875.92	2.46	\$182,054.05
43						
44	Total Annualized Revenue			\$4,738,978.46		\$5,264,655.34
45						
46	Requested Revenue Increase					\$525,676.88

EXHIBIT B

**KW Resort Utilities Corp.
Wastewater Limited Proceeding
Schedule of Rate Base Increase Components, Rate of Return, and Revenue Requirement**

**Docket No.:
Schedule 8**

Line No.	Increase in Rate Base and Rate of Return Cost	Cost	Reference
1	N/A the company is not requesting rate base components in this application		

EXHIBIT B

KW Resort Utilities Corp.
Wastewater Limited Proceeding
Schedule of Depreciation Expense & Accumulated Depreciation

Docket No.:
Schedule 9

Line No.	NARUC A/C	Description	Completed / Est. Date	UPIS	Depreciation Rate	Annual Expense	Water	Wastewater	Accumulated Depreciation
1		N/A the company is not requesting rate base components in this application					-	-	-

EXHIBIT B

KW Resort Utilities Corp.
Wastewater Limited Proceeding

Docket No.:
Schedule 10

Schedule of Capital Structure and Weighted Cost of Capital

Line No.	Description	(a) 12/31/2025	(b) Interest Rate	(c) Capital Structure
1	Long-Term Debt	3,338,222	5.90%	37.12%
2	Common Equity	5,296,854	10.05%	58.90%
3	Customer deposits	358,190	2.00%	3.98%
4				
5	Total Capital	8,993,266		100.00%
		Ratio	Cost	Weighted Cost
6	Long-Term Debt	37.12%	5.90%	2.19%
7	Common Equity ¹	58.90%	9.95%	5.86%
8	Customer Deposits	3.98%	2.00%	0.08%
9		100.00%		8.13%
10				
11	Weighted cost of capital per 12/31/2025 capital structure and current leverage formula			<u>8.13%</u>
12	Weighted cost of capital per Order ORDER NO. PSC-2025-0289-PAA-SU			<u>7.97%</u>

Note: (1) Per * Leverage formula*

EXHIBIT B

KW Resort Utilities Corp.
Wastewater Limited Proceeding
Rate Base and Rate of Return After Limited Proceeding Rate Increase

Docket No.:
Schedule 11

Line No.	Description	12/31/2025 Balance	Adj to 2025 Balance	Limited Proceeding Considerations	Balance After LP Considerations	Reference
1	Utility Plant in Service	22,423,258			22,423,258	
2	Utility Plant in Service (Reclass)			-	-	
3	Land	375,000	-	-	375,000	
4	Retirements		-		-	
5	Subtotal: Utility Plant in Service	22,798,257	-	-	22,798,257	
6	Accumulated Depreciation	12,084,464			12,084,464	
7	Accumulated Depreciation (Reclass)			-	-	
8	Contributions in Aid of Construction (CIAC)	(12,513,239)	-	-	(12,513,239)	
9	Advances for Construction		-	-	-	
10	Accumulated Amortization of CIAC	7,442,664	-	-	7,442,664	
11	Working Capital Allowance	1,123,982	-	-	1,123,982	
12	Rate Base	30,936,127	-	-	30,936,127	
13	Operating Income	256,616	-	280,272	536,888	
14	Rate of Return	0.83%			1.74%	
	Working Capital Allowance Calculation:					
	Cash	\$ 722,924				
	Special Deposits (FPSC Escrow Account)					
	Accounts Rec less Accum. Provision for Uncoll Accts	615,409				
	Accounts Rec'b - Other	130,688				
	Prepayments	24,562				
	Materials & Supplies					
	Misc. Current & Accrued Assets					
	Unamortized Debt Discount & Exp.	37,636				
	Prelim. Survey & Investigation Charges	43,431				
	Accumulated Deferred Income Taxes					
	Deferred Hurricane Expenses					
	Other Miscellaneous Deferred Debits	3,430				
	Accounts Payable	(212,836)				
	Accrued Taxes	(103,954)				
	Accrued Interest					
	Credit Cards	(18,674)				
	Misc. Current & Accrued Liabilities	(118,633)				
	Working Capital (Balance Sheet Method)	\$ 1,123,982				