



April 18,2018

E-FILING

Carlotta S. Stauffer, Commission Clerk
Office of Commission Clerk
Florida Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399-0850

RE: Docket No. 20170141-SU; Application for an increase in wastewater rates in Monroe County by
K W Resort Utilities Corporation
Our File No. 34000.04

Dear Ms. Stauffer:

Pursuant to an agreement among K W Resort Utility Corp., Office of Public Counsel, and Monroe County, which will lead to a stipulation on used and useful, enclosed is revised Schedule F-6, Page 1 of 2, to substitute into the Prefiled Direct Testimony of Frank Seidman in lieu of the original Schedule F-6, Page 1 of 2..

Should you or staff have any questions, please do not hesitate to give me a call.

Very truly yours,

/s/ Martin S. Friedman

MARTIN S. FRIEDMAN
For the Firm

MSF/

cc: Chris Johnson (via e-mail)
Bart Smith, Esquire (via e-mail)
Erik Sayler, Esquire (via e-mail)
Kyesha Mapp, Esquire (via e-mail)
Schef Wright, Esquire (via email)

Used and Useful Calculations
Wastewater Treatment Plant

Florida Public Service Commission

K W Resort Utilities, Corp.
Docket No.: 20170141-S
Test Year Ended: June 30, 2017

Schedule F-6
Page 1 of 2
Preparer: Seidman, F.
Rev: 4/18/2018

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 (if applicable).

<u>Line</u>		
<u>No.</u>		
	EXISTING PLANT	
1	(A) Used and useful flow (000):	
2	AADF - YE 6/2017	<u>413,458</u>
3	(B) Property needed for post test year period (see F-8)	<u>103,364</u>
4	(C) Permitted capacity (AADF)	<u>849,000</u>
5	(D) Used and useful percentage	<u>60.87%</u>
6	(E) Non-used and useful percentage	<u>39.13%</u>
7	(F) Used and useful percentage for rate case purposes [see note]	<u>71.50%</u>

Note: In Order No. PSC-2017-0091-FOF-SU, the Commission found the WWTP to be 71.5% used & useful based on a year end 2014 TY. Even though the percentage U&U calculated for this test year is less, the Commission, in keeping with precedent, should not reduce the percentage level of U&U below that previously determined. (See Order No. 2007-0287-PAA-WS, p. 8; Order No. 2007-0505-SC-WS, p.31; Order No. 2009-0373-PAA-SU, p. 4,5; Order No. 2016-0583-PAA-WS, p. 5).

Recap Schedules: A-6, A-10, B-14