

UTILITY BOARD OF THE CITY OF KEY WEST, FLORIDA

CONDENSED BALANCE SHEETS

FISCAL YEARS 2004- 1995

ASSETS	2004	Restated 2003	Restated 2002	2001	2000	1999	1998	1997	1996	1995
Property, Plant and Equipment Net Utility Plant	\$ 111,753,669	\$ 110,314,331	\$ 110,624,848	\$ 110,529,716	\$ 100,127,962	\$ 99,348,305	\$ 100,200,302	\$ 103,184,142	\$ 104,800,734	\$ 103,327,784
Construction Work in Progress	3,278,081	5,021,562	2,336,476	2,158,024	5,994,178	4,116,931	8,645,799	4,752,830	3,263,801	3,469,051
<b>Net Property, Plant and Equipment</b>	<b>115,031,750</b>	<b>115,335,893</b>	<b>112,961,324</b>	<b>112,687,740</b>	<b>106,122,140</b>	<b>103,465,236</b>	<b>108,846,101</b>	<b>107,936,972</b>	<b>108,064,535</b>	<b>106,796,835</b>
Other Property and Investments Net Non-Utility Plant	3,009,773	3,009,773	3,009,773	3,009,773	3,009,773	3,009,773	3,009,773	3,009,773	-	-
Cash, Cash Equivalents and Investments, Deposits - Restricted	22,781,837	20,950,945	22,871,985	26,319,999	32,111,868	34,431,163	29,394,183	27,405,608	25,709,055	23,651,880
<b>Net Other Property and Investments</b>	<b>25,791,610</b>	<b>23,960,718</b>	<b>25,881,758</b>	<b>29,329,732</b>	<b>35,121,641</b>	<b>37,440,936</b>	<b>32,403,956</b>	<b>30,415,381</b>	<b>25,709,055</b>	<b>23,651,880</b>
<b>Current Assets</b>	<b>5,950,771</b>	<b>5,897,131</b>	<b>6,094,567</b>	<b>1,764,083</b>	<b>2,297,708</b>	<b>3,650,143</b>	<b>499,288</b>	<b>461,415</b>	<b>434,908</b>	<b>326,439</b>
Cash and Investments										
Accounts Receivable, net	5,252,346	4,317,862	4,514,931	6,723,727	5,890,221	5,573,281	6,529,459	5,113,076	4,551,951	4,765,212
Plant Material and Operating Supplies Inventory	2,659,814	2,496,248	3,408,455	3,282,355	2,938,287	2,470,040	1,846,655	2,341,763	2,981,284	3,603,032
Other Current Assets	1,483,817	1,159,438	809,915	355,942	545,171	529,614	565,305	551,016	579,822	752,562
<b>Total Current Assets</b>	<b>15,346,748</b>	<b>13,870,679</b>	<b>14,827,868</b>	<b>12,126,107</b>	<b>11,671,387</b>	<b>12,223,078</b>	<b>9,440,707</b>	<b>8,467,270</b>	<b>8,547,965</b>	<b>9,447,245</b>
<b>Non Current Assets</b>	<b>44,075</b>	<b>554,913</b>	<b>1,035,667</b>	<b>4,506,094</b>	<b>3,929,257</b>	<b>2,300,242</b>	<b>2,489,749</b>	<b>2,619,118</b>	<b>3,090,518</b>	<b>3,234,719</b>
Investments										
Deferred Charges	1,013,762	1,118,270	1,222,778	1,481,546	1,796,124	-	-	-	-	-
<b>Total Non-Current Assets</b>	<b>1,057,837</b>	<b>1,673,183</b>	<b>2,258,445</b>	<b>5,987,640</b>	<b>5,725,381</b>	<b>2,300,242</b>	<b>2,489,749</b>	<b>2,619,118</b>	<b>3,090,518</b>	<b>3,234,719</b>
<b>Total Assets</b>	<b>\$ 157,227,945</b>	<b>\$ 154,840,473</b>	<b>\$ 155,929,395</b>	<b>\$ 160,131,219</b>	<b>\$ 158,640,549</b>	<b>\$ 155,429,492</b>	<b>\$ 153,180,513</b>	<b>\$ 149,438,741</b>	<b>\$ 145,412,073</b>	<b>\$ 143,130,679</b>

(Continued)

**UTILITY BOARD OF THE CITY OF KEY WEST, FLORIDA**  
**CONDENSED BALANCE SHEETS (CONTINUED)**

**FISCAL YEARS 2004- 1995**

		Restated 2003	Restated 2002	2001	2000	1999	1998	1997	1996	1995
<b>NET ASSETS AND LIABILITIES</b>										
Net Assets	\$	61,510,733	55,981,338	\$ 50,802,999	\$ 42,600,583	\$ 36,964,043	\$ 32,818,799	\$ 26,490,190	\$ 20,788,715	\$ 18,039,325
Long Term Debt <sup>(1)</sup>		<u>84,464,037</u>	<u>88,236,539</u>	<u>99,618,688</u>	<u>105,946,532</u>	<u>108,132,817</u>	<u>110,437,551</u>	<u>112,656,762</u>	<u>114,238,755</u>	<u>116,976,109</u>
<b>Current liabilities</b>										
Accounts Payable		5,433,906	5,175,697	4,185,952	4,553,755	4,682,778	3,970,146	4,716,486	4,462,050	2,772,412
Accrued Expenses		1,697,905	1,457,832	1,190,933	1,066,370	1,028,575	1,310,498	1,127,300	1,138,957	1,059,826
Due to Customers		4,012,967	3,924,232	4,058,346	4,390,789	4,401,941	4,312,816	4,217,713	4,040,561	3,724,549
Due to Other Governments		-	-	-	-	-	-	-	-	-
Deferred Compensation		-	-	-	-	-	-	-	633,640	448,622
<b>Total Current Liabilities</b>		<u>11,144,778</u>	<u>10,557,761</u>	<u>9,435,231</u>	<u>10,010,914</u>	<u>10,113,294</u>	<u>9,593,460</u>	<u>10,061,499</u>	<u>10,275,208</u>	<u>8,005,409</u>
<b>Non-Current Liabilities</b>		<u>108,397</u>	<u>64,835</u>	<u>274,301</u>	<u>82,520</u>	<u>219,338</u>	<u>330,703</u>	<u>230,290</u>	<u>109,395</u>	<u>109,836</u>
<b>Total Liabilities</b>		<u>95,717,212</u>	<u>98,859,135</u>	<u>109,326,220</u>	<u>116,039,966</u>	<u>118,465,449</u>	<u>120,361,714</u>	<u>122,948,551</u>	<u>124,623,358</u>	<u>125,091,354</u>
<b>Total Net Assets and Liabilities</b>	\$	<u>157,227,945</u>	<u>154,840,473</u>	<u>\$ 160,131,219</u>	<u>\$ 158,640,549</u>	<u>\$ 155,429,492</u>	<u>\$ 153,180,513</u>	<u>\$ 149,438,741</u>	<u>\$ 145,412,073</u>	<u>\$ 143,130,679</u>

<sup>(1)</sup> Includes revenue bonds, capital lease obligations, other debt and accrued interest including the current portion.

**UTILITY BOARD OF THE CITY OF KEY WEST, FLORIDA**

**STATEMENTS OF REVENUES, EXPENSES AND CHANGE IN NET ASSETS**

**FISCAL YEARS 2004-1995**

	<b>2004</b>	<b>Restated 2003</b>	<b>Restated 2002</b>	<b>2001</b>	<b>2000</b>	<b>1999</b>	<b>1998</b>	<b>1997</b>	<b>1996</b>	<b>1995</b>
<b>Electric Operating Revenue</b>	\$ 81,339,437	\$ 72,994,080	\$ 66,657,513	\$ 69,998,022	\$ 59,444,821	\$ 61,200,322	\$ 63,547,464	\$ 60,837,474	\$ 54,944,251	\$ 52,659,220
<b>Operating Expenses</b>										
Production - Steam	-	-	-	-	-	-	166,385	1,388,706	1,386,683	2,144,239
Production - Diesel	887,371	916,557	779,761	816,946	681,671	841,671	1,036,565	1,727,963	2,043,022	1,546,792
Purchased Power	44,523,179	41,311,655	34,230,472	36,585,038	29,133,085	26,253,614	30,324,745	28,430,580	26,163,717	22,851,206
Transmission	3,298,491	3,711,111	3,485,983	3,589,637	3,673,226	3,575,771	2,326,865	664,908	263,685	259,894
Distribution	3,250,018	2,832,211	3,075,612	3,143,081	3,167,390	3,295,190	3,252,971	2,672,478	2,105,483	2,052,482
Customer Accounts, Collection and Services	1,085,522	1,015,116	985,698	1,033,617	1,035,576	1,062,064	1,015,357	990,636	932,196	902,377
Administrative and General	10,004,675	8,757,455	8,460,644	5,977,699	5,601,023	5,881,170	5,928,275	5,777,256	5,866,009	6,267,686
Depreciation	6,441,587	6,367,595	6,500,687	5,680,618	5,488,771	5,783,556	5,402,133	5,237,831	5,286,752	4,933,592
Taxes Other Than Income Tax	2,021,223	1,855,303	1,677,934	1,758,542	1,492,942	1,588,173	1,567,968	1,519,541	1,400,296	1,322,673
<b>Total Operating Expenses</b>	<u>71,512,066</u>	<u>66,767,003</u>	<u>59,196,791</u>	<u>58,585,178</u>	<u>50,273,684</u>	<u>48,281,209</u>	<u>51,021,264</u>	<u>48,409,899</u>	<u>45,447,843</u>	<u>42,280,941</u>
<b>Operating Income</b>	<u>9,827,371</u>	<u>6,227,077</u>	<u>7,460,722</u>	<u>11,402,844</u>	<u>9,171,137</u>	<u>12,919,113</u>	<u>12,526,200</u>	<u>12,427,575</u>	<u>9,496,408</u>	<u>10,378,279</u>
Interest and Other Income	1,040,145	995,705	1,929,387	3,134,405	4,377,937	10,635,180	3,025,204	1,424,181	1,638,186	1,291,591
Debt and Other Expense	(5,419,537)	(5,570,895)	(6,137,569)	(6,519,892)	(7,865,678)	(8,062,052)	(8,150,741)	(8,361,667)	(8,758,686)	(8,595,989)
Capital Contributions	81,417	146,587	127,323	185,059	287,541	621,384	160,911	211,386	373,482	209,879
Extraordinary (Loss)	-	-	-	-	(334,397)	(11,968,381)	(1,232,965)	-	-	-
<b>Change in Net Assets</b>	<u>\$ 5,529,396</u>	<u>\$ 1,798,474</u>	<u>\$ 3,379,863</u>	<u>\$ 8,202,416</u>	<u>\$ 5,636,540</u>	<u>\$ 4,145,244</u>	<u>\$ 6,328,609</u>	<u>\$ 5,701,475</u>	<u>\$ 2,749,390</u>	<u>\$ 3,283,760</u>

**UTILITY BOARD OF THE CITY OF KEY WEST, FLORIDA**

**SCHEDULES OF DEBT SERVICE COVERAGE**

**FISCAL YEARS 2004-1995**

<u>Fiscal Year</u>	<u>Total Available Revenues (Note 1)</u>	<u>Total Operating Expenses (Note 2)</u>	<u>Net Revenues Available for Coverage</u>	<u>Annual Debt Service (Note 3)</u>	<u>Debt Service Coverage Ratio</u>
2004	\$ 82,378,563	\$ 65,099,824	\$ 17,278,739	\$ 8,508,395	2.03
2003	\$ 73,372,638	\$ 60,430,945	\$ 12,941,693	\$ 8,508,320	1.48
2002	\$ 70,864,567	\$ 52,770,804	\$ 16,779,391	\$ 8,493,242	1.98
2001	\$ 70,919,517	\$ 53,184,073	\$ 17,735,444	\$ 9,293,376	1.91
2000	\$ 69,703,590	\$ 45,037,826	\$ 24,665,764	\$ 9,730,135	2.53
1999	\$ 62,940,467	\$ 42,696,000	\$ 20,244,467	\$ 9,726,777	2.08
1998	\$ 65,019,951	\$ 46,266,447	\$ 18,753,504	\$ 9,726,960	1.93
1997	\$ 60,736,775	\$ 43,368,464	\$ 17,368,311	\$ 9,719,540	1.79
1996	\$ 55,337,974	\$ 40,352,338	\$ 14,985,636	\$ 9,881,419	1.52
1995	\$ 54,250,673	\$ 37,526,506	\$ 16,724,167	\$ 9,879,580	1.69

Note 1 - Total Available Revenues includes total Operating Revenues, Interest income (less amounts earned on Construction Fund), charges for new service, miscellaneous non-operating revenues, transfers from (to) Rate Stabilization Fund, less transfers to Capital Improvement Fund and interest earnings on Bond Amortization Fund.

Note 2 - Total Operating Expenses include interest paid to customers for customers deposits held and excludes depreciation and amortization expense.

Note 3 - Current Debt Service on Outstanding Bonds includes total interest expense less capital lease interest expense and long-term interest expenses accrued for all Capital Appreciation Bonds Outstanding plus forward supply contract purchases.

**UTILITY BOARD OF THE CITY OF KEY WEST, FLORIDA**

**CONSUMPTION AND ACTIVE SERVICE STATISTICS**

**FISCAL YEARS 2004-1995**

	RESIDENTIAL	SMALL COMMERCIAL	LARGE COMMERCIAL	MILITARY	STREET LIGHTING	GOVT REC LIGHTING	PRIVATE AREA LIGHTING	TOTAL
<b>CONSUMPTION (IN MEGAWATT HOUR)</b>								
2004	334,245	72,215	247,903	75,596	2,651	188	1,377	<b>734,175</b>
2003	338,949	70,547	245,764	76,739	2,653	191	1,378	<b>736,221</b>
2002	315,536	71,192	235,734	76,917	2,655	189	1,410	<b>703,633</b>
2001	300,008	70,111	222,168	73,989	2,955	189	1,443	<b>670,863</b>
2000	293,506	64,741	218,415	75,165	3,200	190	1,443	<b>656,660</b>
1999	282,311	59,868	210,065	72,941	3,202	168	1,443	<b>629,998</b>
1998	281,543	59,708	211,510	73,902	3,317	183	1,443	<b>631,606</b>
1997	270,406	59,143	206,104	74,605	3,176	207	1,312	<b>614,953</b>
1996	256,452	53,672	195,265	78,470	3,484	226	1,387	<b>588,956</b>
1995	248,050	51,725	192,462	80,540	3,383	367	1,354	<b>577,881</b>
<b>ACTIVE SERVICE (NUMBER OF CUSTOMERS)</b>								
2004	23,813	2,981	687	1	5	4	1,743	<b>29,234</b>
2003	23,703	2,883	682	1	5	4	1,743	<b>29,021</b>
2002	23,471	2,847	683	1	5	4	1,743	<b>28,754</b>
2001	23,268	2,885	636	1	4	4	1,743	<b>28,541</b>
2000	23,154	2,855	655	1	4	4	1,545	<b>28,218</b>
1999	22,590	2,724	671	1	4	4	1,536	<b>27,530</b>
1998	22,334	2,659	659	1	4	4	1,536	<b>27,197</b>
1997	21,910	2,604	645	1	4	4	1,499	<b>26,667</b>
1996	21,532	2,486	646	1	4	4	1,541	<b>26,214</b>
1995	21,120	2,361	625	1	4	4	1,525	<b>25,640</b>
<b>ANNUAL CONSUMPTION PER ACTIVE SERVICE ( IN KILOWATT HOURS)</b>								
2004	14,036	24,225	360,849	75,596,000	530,200	47,000	790	<b>25,114</b>
2003	14,300	24,470	360,358	76,739,000	530,600	47,750	791	<b>25,369</b>
2002	13,444	25,006	345,145	76,917,000	531,000	47,250	809	<b>24,471</b>
2001	12,894	24,302	349,321	73,989,000	738,750	47,250	828	<b>23,505</b>
2000	12,676	22,676	333,458	75,165,000	800,000	47,500	934	<b>23,271</b>
1999	12,497	21,978	313,063	72,941,000	800,500	42,000	939	<b>22,884</b>
1998	12,606	22,455	320,956	73,902,000	829,250	45,750	939	<b>23,223</b>
1997	12,342	22,712	319,541	74,605,000	794,000	51,750	875	<b>23,060</b>
1996	11,910	21,590	302,268	78,470,000	871,000	56,500	900	<b>22,467</b>
1995	11,745	21,908	307,939	80,540,000	845,750	91,750	888	<b>22,538</b>

**UTILITY BOARD OF THE CITY OF KEY WEST, FLORIDA**

**DEMOGRAPHIC AND ECONOMIC STATISTICS**

**FISCAL YEARS 2004-1995**

<u>Fiscal Year</u>	<u>Key West Population<sup>(1)</sup></u>	<u>Monroe County Per Capita Income<sup>(1)</sup></u>	<u>Monroe County Median Age<sup>(1)</sup></u>	<u>Monroe County Unemployment Rate<sup>(1)</sup></u>
2004	25,811	\$35,423	(2)	2.3%
2003	25,811	\$35,423	43	3.1%
2002	25,853	\$33,549	43	2.6%
2001	25,735	\$38,309	43	2.6%
2000	25,478	\$37,421	40	2.0%
1999	27,698	\$34,456	40	2.0%
1998	27,522	\$28,959	37	2.2%
1997	27,305	\$22,421	34	2.4%
1996	27,009	\$15,547	34	2.7%
1995	26,842	\$13,305	34	3.4%

(1) Source: Key West Chamber of Commerce

(2) Not available.

**UTILITY BOARD OF THE CITY OF KEY WEST, FLORIDA**  
**SCHEDULE OF PROPERTY, CASUALTY AND OTHER INSURANCE**  
**SEPTEMBER 30, 2004**

<u>Company</u>	<u>Type of Coverage</u>	<u>Limits</u>	<u>Period</u>	<u>Expense</u>
Florida League of Cities	Workers' Compensation	WC - Statutory EL - \$1million Deductible - \$ 0	10/1/03 - 9/30/04	\$ 518,100
National Casualty Ins. Co.	Comprehensive General Liability (CGL)	Limits - \$ 1,000,000 Deductible - \$ 0	10/1/03 - 9/30/04	80,033
Scottsdale	Excess Liability	Limits - \$ 10,000,000 Deductible - Scheduled Underlying Policies	10/1/03 - 9/30/04	45,250
National Casualty Ins. Co.	Automobile/Comprehensive	Limits - \$ 1,000,000 Deductible - Liability - None Physical Damage - \$5,000	10/1/03 - 9/30/04	81,149
Hartford Fire Ins. Co.	Crime	Limits - \$ 250,000 Empl Dishonesty \$ 250,000 Theft \$ 250,000 Robbery \$ 50,000 Forgery Deductible - \$ 2,500 Empl Dishonesty \$ 2,500 Theft \$ 1,000 Forgery \$ 2,500 Robbery	10/1/03 - 9/30/04	1,234
National Union Fire Ins.	Public Officials Errors and Omissions	Limits - \$2,000,000 Deductible - \$25,000	10/1/03 - 9/30/04	37,100
Liberty Surplus & Hartford Steam Boiler & RSUI Indemnity	Property Insurance to include CTs  Boiler & Machinery to include CTs  Windstorm  Flood	Limits - \$ 100,000,000 Deductible - \$ 100,000 except \$250,000 for Generator Units Limits - \$ 100,000,000 Deductible - \$100,000 except \$250,000 for Generator Units Limits - \$100,000,000 Deductible - 5% of value with minimum of \$1,000,000 for Named Storms and \$100,000 for Unnamed Storms Limits - \$ 25,000,000 Deductible - \$1,000,000	03/30/04 - 03/29/05	960,212
Fidelity National	Primary Flood	Per location schedule Deductible - \$ 5,000	06/14/04 - 06/13/05	63,636
AIG	Florida Pollution Liability Mandatory Requirement	Limits - \$3,000,000 per incident \$6,000,000 annual aggregate Deductible - \$100,000	08/12/03 - 08/11/05	16,788
National Union	Fiduciary Liability	Limits -\$2,000,000 per loss Deductible - \$15,000	10/1/03 - 9/30/04	<u>9,941</u>
			Total	<u>\$ 1,813,443</u>

**UTILITY BOARD OF THE CITY OF KEY WEST, FLORIDA**  
**TEN HIGHEST CONSUMPTION LOCATIONS**  
**FOR THE YEAR ENDED SEPTEMBER 30, 2004**

<u>Ranking</u>	<u>Customer Account</u>	<u>Demand KW</u>	<u>Energy Kwh</u>	<u>Dollars</u>
1	U.S. Navy	48,921.0	75,596,527	\$ 7,296,010
2	Monroe County Detention Center	12,253.5	7,426,650	\$ 695,852
3	City of Key West	13,387.5	6,122,550	\$ 600,569
4	Wyndham Casa Marina Hotel	9,588.0	5,405,100	\$ 554,095
5	Key West HMA Inc	9,378.0	5,316,600	\$ 544,334
6	City of Key West (Wastewater Plant)	305.6	3,857,360	\$ 422,676
7	Pier House Joint Venture (Hotel)	7,507.5	3,809,400	\$ 396,056
8	Winn Dixie Stores, Inc. Overseas Market (Key West)	5,853.0	3,660,900	\$ 371,089
9	KW Reach Ltd Partnership	5,202.9	2,892,000	\$ 297,464
10	Florida Keys Community College	9,054.5	3,611,300	\$ 358,192

**UTILITY BOARD OF THE CITY OF KEY WEST, FLORIDA**

**EMPLOYEE INFORMATION**

**FISCAL YEARS 2004-1995**

	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>
<b>General Manager's Department</b>	17	17	16	11	11	11	10	10	9	7
<b>Engineering &amp; Control</b>	19	19	20	20	20	20	24	24	24	24
<b>Customer Services</b>	30	31	33	32	31	30	30	30	30	26
<b>Finance</b>	15	13	13	21	21	22	22	21	22	23
<b>Transmission &amp; Distribution</b>	35	38	42	39	39	38	38	39	35	34
<b>General Plant</b>	8	9	9	11	14	12	12	16	12	13
<b>Generation</b>	<u>22</u>	<u>21</u>	<u>18</u>	<u>20</u>	<u>18</u>	<u>24</u>	<u>26</u>	<u>24</u>	<u>32</u>	<u>40</u>
<b>Total</b>	<b><u>146</u></b>	<b><u>148</u></b>	<b><u>151</u></b>	<b><u>154</u></b>	<b><u>154</u></b>	<b><u>157</u></b>	<b><u>162</u></b>	<b><u>164</u></b>	<b><u>164</u></b>	<b><u>167</u></b>

**Notes:**

The numbers above do not include five (5) Utility Board Members.

Commencing 2002, actual employee head count is used. Information Technology moved from Finance to Assistant General Manager's department. Warehouse moved from Finance to Generation.

The approved budgets were used for years 2001 - 1995, with the exception of 1996. For 1996, actual employee head count was used.

**UTILITY BOARD OF THE CITY OF KEY WEST, FLORIDA**

**GENERATION AND CAPACITY STATISTICS**

**FISCAL YEARS 2004-1995**

	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>	<u>1996</u>	<u>1995</u>
<u>Gross Generation in MW</u>										
Steam	0	0	0	0	0	0	0	0	0	8,496
Diesel and Combustion Turbine	20,836	29,708	26,229	19,656	26,632	14,580	5,899	18,863	16,802	18,226
Less: Station Auxiliaries	<u>3,372</u>	<u>3,310</u>	<u>3,232</u>	<u>3,063</u>	<u>3,085</u>	<u>3,271</u>	<u>1,687</u>	<u>3,575</u>	<u>3,908</u>	<u>5,426</u>
Net Generation	17,464	26,398	22,997	16,593	23,547	11,309	4,212	15,288	12,894	21,296
Sales To Other Distributors							(18,058)	(9,445)	(262)	(5)
Net Delivered Purchased Power and Stanton Generation	<u>763,799</u>	<u>767,542</u>	<u>734,541</u>	<u>704,034</u>	<u>683,454</u>	<u>681,454</u>	<u>695,287</u>	<u>663,561</u>	<u>621,227</u>	<u>601,715</u>
Net Energy for Load	781,263	793,940	757,538	720,627	707,001	692,763	717,557	688,294	634,383	623,016
Less: Losses	<u>(46,428)</u>	<u>(57,719)</u>	<u>(53,905)</u>	<u>(49,763)</u>	<u>(50,340)</u>	<u>(62,765)</u>	<u>(85,952)</u>	<u>(73,294)</u>	<u>(45,427)</u>	<u>(45,135)</u>
Retail Energy Sales	<u>734,835</u>	<u>736,221</u>	<u>703,633</u>	<u>670,864</u>	<u>656,661</u>	<u>629,998</u>	<u>631,605</u>	<u>615,000</u>	<u>588,956</u>	<u>577,881</u>
Losses	5.9%	7.3%	7.1%	6.9%	7.1%	9.1%	12.0%	10.6%	7.2%	7.2%
<u>Generation Capacity (kW)</u>										
Generation Capacity (kW) - Name Plate Rating <sup>(1)</sup>	87,100	87,100	87,100	87,100	87,100	87,100	87,100	87,100	87,100	124,600
<u>Delivered Purchased Power and Stanton Resources (kW)</u>										
FP&L Long - Term Power	45,000	45,000	45,000	45,000	45,000	45,000	45,000	45,000	45,000	45,000
FMPA Tri-City Project (Stanton 1)	12,289	12,289	12,289	11,633	11,633	12,289	12,289	12,434	12,434	11,600
FMPA Stanton 2 Project	9,862	9,862	9,862	9,243	9,243	9,862	9,862	9,885	9,885	0
Other Short Term Firm	0	0	0	0	0	0	0	<u>15,000</u>	<u>15,000</u>	0
Total Purchased	<u>67,151</u>	<u>67,151</u>	<u>67,151</u>	<u>65,876</u>	<u>65,876</u>	<u>67,151</u>	<u>67,151</u>	<u>82,319</u>	<u>82,319</u>	<u>56,600</u>
<b>Total Generating and Purchased Capability</b>	<b><u>154,251</u></b>	<b><u>154,251</u></b>	<b><u>154,251</u></b>	<b><u>152,976</u></b>	<b><u>152,976</u></b>	<b><u>154,251</u></b>	<b><u>154,251</u></b>	<b><u>169,419</u></b>	<b><u>169,419</u></b>	<b><u>181,200</u></b>
KEYS 60 Minute Net Peak Demand	139,700	138,900	133,800	129,900	131,300	125,400	127,000	119,700	109,900	110,700
Percentage of On Island Resources for Net Peak Demand <sup>(2)</sup>	62.3%	62.7%	65.1%	67.1%	66.3%	69.5%	68.6%	72.8%	79.3%	112.6%
Load Factor	63.8%	65.3%	64.6%	63.3%	61.5%	63.1%	64.5%	65.6%	65.9%	64.2%
Net Reserve Margin Including Purchased Power <sup>(3)</sup>	10.4%	11.1%	15.3%	17.8%	16.5%	23.0%	21.5%	41.5%	54.2%	63.7%

<sup>(1)</sup> KEYS has a "Capacity and Energy Sales Agreement" with the Florida Keys Electric Cooperative (FKEC) to provide a minimum capacity and energy in the event that the transmission line is interrupted. The minimum is based upon a formula in the contract.

<sup>(2)</sup> The Utility Board has revised the On Island Generation Capacity to meet its annual peak demand from 70% to 60%.

<sup>(3)</sup> Net Reserve Margin represents the amount of capacity in excess of KEYS peak demand, as a percentage of system peak demand. Commencing 2002, this calculation utilizes The Net 60 Minute Peak.

**UTILITY BOARD OF THE CITY OF KEY WEST**  
**SCHEDULE OF GENERATING CAPACITY (MW)**  
**FISCAL YEARS 2004 - 1995**

Generating Units	2004	2003	2002	2001	2000	1999	1998	1997	1996	1995
<b>Name Plate <sup>(1)</sup></b>	<b>M e g a w a t t ' s ( M W )</b>									
Ralph Garcia Steam Plant <sup>(2)</sup>										37.5
Combustion Turbine #1	20.0	20.0	20.0	20.0	20.0	20.0	20.0	20.0	20.0	20.0
Combustion Turbine #2	18.6	18.6	18.6	18.6	18.6	18.6	18.6	18.6	18.6	18.6
Combustion Turbine #3	18.1	18.1	18.1	18.1	18.1	18.1	18.1	18.1	18.1	18.1
Medium Speed Diesels #1	8.7	8.7	8.7	8.7	8.7	8.7	8.7	8.7	8.7	8.7
Medium Speed Diesels #2	8.7	8.7	8.7	8.7	8.7	8.7	8.7	8.7	8.7	8.7
Stock Island Peaking High Speed Diesel #1	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Stock Island Peaking High Speed Diesel #2	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Stock Island Peaking High Speed Diesel #3	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Cudjoe Key Peaking High Speed Diesel #1	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Cudjoe Key Peaking High Speed Diesel #1	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5
Big Pine Key Peaking High Speed Diesel #1	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5	2.5
<b>Total Name Plate</b>	<b>87.1</b>	<b>87.1</b>	<b>87.1</b>	<b>87.1</b>	<b>87.1</b>	<b>87.1</b>	<b>87.1</b>	<b>87.1</b>	<b>87.1</b>	<b>124.6</b>
<b>Islanded <sup>(3)</sup></b>										
Ralph Garcia Steam Plant <sup>(1)</sup>										36.0
Combustion Turbine #1	12.6	12.6	12.6	12.6	12.6	12.6	12.6	12.6	12.6	12.6
Combustion Turbine #2	17.2	17.2	17.2	17.2	17.2	17.2	17.2	17.2	17.2	17.2
Combustion Turbine #3	17.5	17.5	17.5	17.5	17.5	17.5	17.5	17.5	17.5	17.5
Medium Speed Diesels #1	8.8	8.8	8.8	8.8	8.8	8.8	8.8	8.8	8.8	8.8
Medium Speed Diesels #2	8.8	8.8	8.8	8.8	8.8	8.8	8.8	8.8	8.8	8.8
Stock Island Peaking High Speed Diesel #1	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8
Stock Island Peaking High Speed Diesel #2	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8
Stock Island Peaking High Speed Diesel #3	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8
Cudjoe Key Peaking High Speed Diesel #1	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8
Cudjoe Key Peaking High Speed Diesel #1	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2
Big Pine Key Peaking High Speed Diesel #1	2.3	2.3	2.3	2.3	2.3	2.3	2.3	2.3	2.3	2.3
<b>Total Islanded</b>	<b>76.6</b>	<b>76.6</b>	<b>76.6</b>	<b>76.6</b>	<b>76.6</b>	<b>76.6</b>	<b>76.6</b>	<b>76.6</b>	<b>76.6</b>	<b>112.6</b>
<b>Synchronized <sup>(4)</sup></b>										
Ralph Garcia Steam Plant <sup>(1)</sup>										36.0
Combustion Turbine #1	18.0	18.0	18.0	18.0	18.0	18.0	18.0	18.0	18.0	18.0
Combustion Turbine #2	17.2	17.2	17.2	17.2	17.2	17.2	17.2	17.2	17.2	17.2
Combustion Turbine #3	17.5	17.5	17.5	17.5	17.5	17.5	17.5	17.5	17.5	17.5
Medium Speed Diesels #1	8.8	8.8	8.8	8.8	8.8	8.8	8.8	8.8	8.8	8.8
Medium Speed Diesels #2	8.8	8.8	8.8	8.8	8.8	8.8	8.8	8.8	8.8	8.8
Stock Island Peaking High Speed Diesel #1	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8
Stock Island Peaking High Speed Diesel #2	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8
Stock Island Peaking High Speed Diesel #3	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8
Cudjoe Key Peaking High Speed Diesel #1	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8	1.8
Cudjoe Key Peaking High Speed Diesel #1	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2	2.2
Big Pine Key Peaking High Speed Diesel #1	2.3	2.3	2.3	2.3	2.3	2.3	2.3	2.3	2.3	2.3
<b>Total Synchronized</b>	<b>82.0</b>	<b>82.0</b>	<b>82.0</b>	<b>82.0</b>	<b>82.0</b>	<b>82.0</b>	<b>82.0</b>	<b>82.0</b>	<b>82.0</b>	<b>118.0</b>

<sup>(1)</sup> Nameplate - Capacity provided by the manufacturer.

<sup>(2)</sup> Decommissioned in FY 1995

<sup>(3)</sup> Islanded - Capacity when not connected to the mainland through the T-Line; used when calculating On-Island Generation Capacity.

<sup>(4)</sup> Synchronized - Realistic capacity due to limiting factors associated with the units.