



**THE CITY OF KEY WEST**  
**1300 WHITE ST.**  
**KEY WEST, FL 33040**

**BUSINESS IMPACT ESTIMATE**  
**PURSUANT TO F.S. 166.041(4)**

**Meeting Date: June 4, 2026**  
**Ordinance Number: 26-5472**  
**Posted To Webpage: \_\_\_\_\_**

This Business Impact Estimate is given as it relates to the proposed ordinance titled:  
**(Copy Header)**

AN ORDINANCE OF THE CITY COMMISSION OF THE CITY OF KEY WEST, FLORIDA AMENDING 1) SEC. 74-202(1)a-e. *OTHER CHARGES.*, SUBDIVISION I. *IN GENERAL.* AND 2) SEC. 74-246.(a)(b) and (e) *ANNUAL SEWER RATES., CHARGES AND COMPONENTS.*, SUBDIVISION II. *MONTHLY RATES AND CHARGES.*, DIVISION 5. *SERVICE RATES, CHARGES, BILLING PROCEDURE.*, ARTICLE II. *SANITARY SEWER SYSTEM.*, CHAPTER 74 *UTILITIES.*, SUBPART A.-*GENERAL ORDINANCES.* OF THE CODE OF ORDINANCES OF THE CITY OF KEY WEST, FLORIDA TO TRANSITION THE CITY'S USE OF (CPI-U) TO (CPI-WST) TO CALCULATE ANNUAL RATE INCREASES FOR RESIDENTIAL SEWER SERVICES AND AMEND THE AVERAGE RESIDENTIAL MONTHLY WASTEWATER PRODUCTION BASE CHARGE UNIT (BCU); PROVIDING FOR SEVERABILITY; PROVIDING FOR REPEAL OF INCONSISTENT PROVISIONS; AND PROVIDING FOR AN EFFECTIVE DATE.

**The sections below are not required to be completed if the ordinance involves any one of the following types of regulations. Please check if applicable:**

- 1. Ordinances required for compliance with federal or state law or regulation;
- 2. Ordinances relating to the issuance or refinancing of debt;
- 3. Ordinances relating to the adoption of budgets or budget amendments, including revenue sources necessary to fund the budget;

- 4. Ordinances required to implement a contract or an agreement, including, but not limited to, any federal, state, local, or private grant, or other financial assistance accepted by a municipal government;
- 5. Emergency ordinances;
- 6. Ordinances relating to procurement; or
- 7. Ordinances enacted to implement the following:
  - a. Part II of chapter 163, relating to growth policy, county and municipal planning, and land development regulation, including zoning, development orders, development agreements, and development permits;
  - b. Sections 190.005 and 190.046;
  - c. Section 553.73, relating to the Florida Building Code; or
  - d. Section 633.202, relating to the Florida Fire Prevention Code.

**Part I.**

Summary of the proposed ordinance and statement of public purpose:

(Address the public purpose to be served by the proposed ordinance, such as serving the public health, safety, morals, and welfare of the City of Key West.)

It is in the best interest of the City to transition using the Consumer Price Index for Water, Sewer, Trash (CPI-WST) to calculate annual residential rate increases for sewer services as it specifically reflects the cost of providing water, sewer and trash services allowing for stable and more accurate rate adjustments.

**Part II.**

Estimate of the direct economic impact of the proposed ordinance on private, for-profit businesses in the City of Key West: *(fill out subsections a-c as applicable, if not applicable write "not applicable")*

(a) Estimate of direct compliance costs that businesses may reasonably incur if the proposed ordinance is enacted:

The increase to CPI-WST from CPI-U is about 1.4% higher and could increase revenue by +/- \$190,674 for fy2027. Approximately \$221 per Base charge unit (BCU)/ year.

(b) Identification of any new charges or fee on businesses subject to the proposed ordinance, or for which businesses will be financially responsible; and

No new charges

(c) An estimate of the City of Key West's regulatory costs, including an estimate of revenues from any new charges or fees that will be imposed on businesses to cover such costs.

No new revenues

**Part III.**

Good faith estimate of the number of businesses likely to be impacted by the ordinance:

1451

**Part IV. Additional Information (if any):**

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