



November 17, 2015

E-FILING

Carlotta S. Stauffer, Director
Division of Commission Clerk and Administrative Services
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, FL 32399

Re: Docket No. 150071-SU – Application for increase in Wastewater rates in Monroe County by
KW Resort Utilities Corp.
Our File No.: 34000.01

Dear Ms. Stauffer:

The following is K W Resort Utilities Corp.'s response to the Audit Findings 2 through 17 of the Audit Report, Audit Control No. 15-189-4-1, prepared by the audit staff in connection with this Docket.

FINDING 2: Construction Work in Progress – Pro Forma Plant

Utility Response: This audit finding does not suggest any changes, and therefore the Utility has no comments regarding it.

FINDING 3: Land and Land Right

Utility Response: The Utility accepts this finding.

FINDING 4: Contributions-in-Aid-of-Construction and Amortization of CIAC

Utility Response: The Utility accepts this finding.

FINDING 5: Accumulated Depreciation

Utility Response: The Utility accepts this finding.

FINDING 6: Miscellaneous Deferred Debits

Utility Response: The Utility accepts this finding.

FINDING 7: Working Capital

Utility Response: The Utility accepts this adjustment.

FINDING 8: Capital Structure

Utility Response: This audit finding does not suggest any changes, and therefore the Utility has no comments regarding it.

FINDING 9: Operating Revenues

Utility Response: The Utility accepts this finding.

FINDING 10: Operations and Maintenance Expense

Utility Response: The Utility accepts this finding.

FINDING 11: Test Year Adjustments to O&M Expense

Utility Response: The Utility accepts this finding.

FINDING 12: Pro Forma Adjustments to O&M Expense

Utility Response: This audit finding does not suggest any changes, and therefore the Utility has no comments regarding it.

FINDING 13: Contractual Services – Management Fee

Utility Response: This audit finding does not suggest any changes, and therefore the Utility has no comments regarding it.

FINDING 14: Taxes Other Than Income

Utility Response: The Utility accepts this finding.

FINDING 15: Monroe County-Proceeds Received From Settlement of Dispute

Utility Response: The Utility accepts this finding.

FINDING 16: Wastewater Treatment Plant Permit Modification Fees

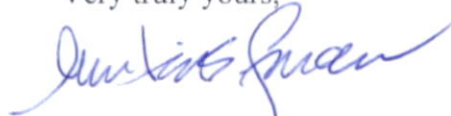
Utility Response: The Utility accepts this finding.

FINDING 17: Advance Waste Treatment (AWT) Project

Utility Response: This audit finding does not suggest any changes, and therefore the Utility has no comments regarding it.

Please do not hesitate to contact me should you or staff have any questions regarding this response.

Very truly yours,



MARTIN S. FRIEDMAN
For the Firm

MSF/

cc: Chris Johnson (via email)
Bart Smith, Esquire (via e-mail)
Martha Barrera, Esquire (via e-mail)
Erik Sayler, Esquire (via e-mail)
Amber Norris (via e-mail)