

# DEAN | MEAD

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May 27, 2025  
via e filing

Adam Teitzman, Commission Clerk  
Office of Commission Clerk  
Florida Public Service Commission  
2540 Shumard Oak Blvd.  
Tallahassee, FL 32399-0850

Re: Docket No. 20240108-SU - Application for increase in wastewater rates in Monroe County by  
K W Resort Utilities Corp.

Dear Mr. Teitzman:

On behalf of K W Resort Utilities Corp. (“KW” or “Utility”) this letter is the response to  
Staff’s Sixth Data Request dated May 21, 2025.

1. Schedule A-17, reflects an average cash balance of \$697,744. In terms of day-to-day operations, please provide justification for the need to carry this large amount.  
*RESPONSE: The cash balance reflects the Utility’s reasonable business decision to maintain a balance of 2.5 – 3 times the average monthly expenses. However, if the Utility is able to generate additional cash, it will be used to pay down debt. If it is determined by the FPSC that any portion of the cash balance during the test year is to be removed from working capital, the debt should be reduced by that same amount.*
2. Provide the lowest daily cash balance held by the Utility within the test year.  
*RESPONSE: The lowest cash balance during the test year was \$352,409.71 on 2/16/2024*

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3. Refer to the account statements provided in the Utility's response to the audit. Please provide all interest income associated with this account.  
*RESPONSE: The Truist Interest Bearing Account Opened 7-3-2023 with a beginning balance \$500,000 earned \$17,009.65 in interest from 7-3-2024 to end of TY 6-30-2024.*

Should you or Staff have any questions regarding this response please do not hesitate to contact me.

Very truly yours,

/s/ Martin S. Friedman  
Martin Friedman

MSF:

Cc: Suzanne Brownless (via email)  
[discovery-gcl@psc.state.fl.us](mailto:discovery-gcl@psc.state.fl.us).