

COUNTRY WALK UTILITIES, INC.

May 7, 2025

Office of Commission Clerk
Public Service Commission
2540 Shumard Oak Blvd.
Tallahassee, FL 32399

*Re: Docket No. 20240168 – WU - Application for Staff Assisted Rate - Staff Fifth
Data Request Response*

Dear Commission Clerk,

Please find attached Country Walk Utilities, Inc.'s response to Staff's Fifth Data Request in the above referenced docket.

1. **Salaries and Wages:** Please explain why there is no amount listed under Account 601 – Salaries and Wages. Does this indicate that all labor costs are categorized under contractual services?

Response: Country Walk does not have any employees. All work is accomplished through the operations/maintenance contract.

2. **Taxes Other Than Income:** Please explain why there is no payroll taxes associated with Account 603 – Directors and Officer Salaries.

Response: The amount of Officer's Salary is paid directly to the President/Officer. He would be responsible for any taxes if applicable.

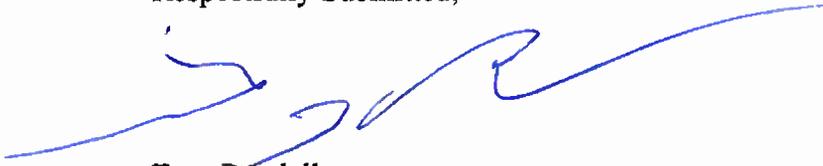
3. **Bad Debt:** Please explain the factors that led to the variance in bad debt expense over the historical three-year period shown below:

Year	Water
2023	\$97
2022	\$1,031
2021	\$434

Response: See attached. The bad debt varies from month to month depending on the AR aging report and/or any write-offs to uncollectibles.

Country Walk Utilities, Inc.
Staff Fifth Data Request

Respectfully Submitted,



Troy Rendell
Vice President
Investor Owned Utilities
//For Country Walk Utilities, Inc.

There are two provisions related to bad debt expense. The aged AR report is utilized to make entries for the Account 143 – Accumulated Provision for Uncollectable Accounts on the balance sheet with offsetting entries to Bad Debt Expense. These entries are made monthly to tie to the Aged AR balance over 60 days. The second provision are the bad debt accounts written off as bad debt - uncollectable. These are written off to bad debt expense with a corresponding entry made to Accounts Receivables to remove them from AR.

See below:

1 – Accounts determined as uncollectible, written off as bad debt - uncollectable as follows:

Accounting Entry:

Debit: Bad Debt Expense

Credit: Customer Accounts Receivable

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2 – Review Accounts Receivable Aging Schedule at Month End

Policy is to record an allowance for uncollectible accounts based on receivables aged over 60 days.

Accounting Entry:

Debit: Bad Debt Expense

Credit: Allowance for Doubtful Accounts (contra Accounts Receivable)

Note: If the over 60 days accounts have DECREASED compared to the previous months' aging, this entry will reverse to have the allowance account equal the over 60 days aged receivable balance for the company.