

Tradewinds Utilities, Inc.

P.O. Box 5220
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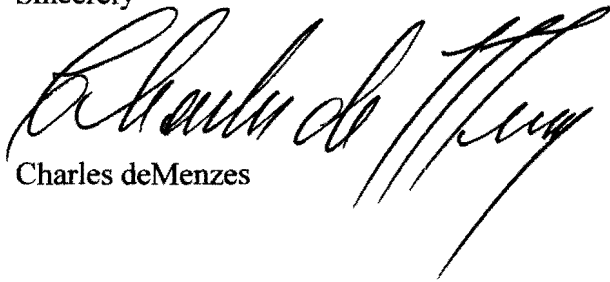
Ms. Ann Cole
Florida Public Service Commission
2540 Shumard Oak Boulevard
Tallahassee, Florida 32399-0850

RE: Docket No. 100127-WS
Audit Control No. 10-175-2-1
Revision 1

Dear Ms. Cole,

Attached please find revision 1 to our response to the PSC Audit dated December 15, 2010.

Sincerely



Charles deMenzes

DOCUMENT NUMBER-DATE
01852 MAR 21 =
FPSC-COMMISSION CLERK

Audit Finding 1. No Objection

Audit Finding 2. No Objection

Audit Finding 3. No Objection

Audit Finding 4. No Objection

Audit Finding 5. No Objection

Audit Finding 6. No Objection

Audit Finding 7. No Objection

Audit Finding 8. Attached please find a spread sheet I originally prepared for the auditor showing that the salary I received was 100% for utilities. Both of the non-utility companies have individual presidents and pay all there own bills. All the management company does is receive a payroll check from each company every two weeks to pay there employees. Accounting is done by each company.

Audit Finding 9. No Objection

Audit Finding 10. I am the only stockholder and I advanced funds to the company for improvements I initiated. For me to write a loan document to myself and pay myself interest is questionable. The funds I loaned the company were short term current liabilities. These funds were provided by an equity loan on my personal residence, not by using the company assets.

Audit Finding 11. No Objection

Employees	Current Annual	Health Ins	Pay Inc 5%	Proj Total Emp Exp	TWU Percent	CFAT Percent	RWS Percent
					60%	15%	25%
C. deMenzes	82,000.00		4,100.00	86,100.00	51,660.00	12,915.00	21,525.00
D. Dillon	57,200.00	5,583.36	2,860.00	65,643.36	39,386.02	9,846.50	16,410.84
S. Carroll	44,200.00	11,557.44	2,210.00	57,967.44	34,780.46	8,695.12	14,491.86
A. deMenzes	41,600.00	5,583.36	2,080.00	49,263.36	29,558.02	7,389.50	12,315.84
P. Susino	26,650.00		1,332.50	27,982.50	16,789.50	4,197.38	6,995.63
Total Annual	251,650.00	22,724.16	12,582.50	286,956.66	172,174.00	43,043.50	71,739.17
SS Costs	19,251.23			21,952.18	13,171.31	3,292.83	5,488.05
Total Costs	270,901.23	22,724.16	12,582.50	308,908.84	185,345.31	46,336.33	77,227.21
Health Ins Proration					13,634.50	3,408.62	
Workmens Comp				3,131.82	1,879.09	469.773	
				Total Health Ins	15,513.59	3,878.40	
Salary Increase					7,549.50	1,887.38	

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