To the Members of Board
Kirkwood Meadows Public Utility District

In connection with our engagement to audit the financial statements of Kirkwood Meadows Public Utility District (the "District") as of and for the year ended June 30, 2026, professional standards require that we communicate with you certain items including our responsibilities with regard to the financial statement audit and the planned scope and timing of our audit. We would also appreciate the opportunity to meet with you to discuss this information further since two-way communication can provide valuable information in the audit process.

As stated in our engagement letter dated May 14, 2026, we are responsible for conducting our audit in accordance with auditing standards generally accepted in the United States of America and Government Auditing Standards for the purpose of forming and expressing an opinion about whether the financial statements that have been prepared by management, with your oversight, are presented, in all material respects, in conformity with accounting principles generally accepted in the United States of America. Our audit of the financial statements does not relieve you or management of your respective responsibilities.

Accounting standards generally accepted in the United States of America provide for certain required supplementary information (RSI), to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. As part of our engagement, we will apply certain limited procedures to the District's RSI in accordance with auditing standards generally accepted in the United States of America. We will not express an opinion or provide assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide assurance.

The following RSI will be subjected to certain limited procedures, but will not be audited:

1) Management's discussion and analysis
2) Schedules of Revenues and Expenditures – Budget to Actual – Fire Department
3) Schedules of Revenues and Expenditures – Budget to Actual – Parks
4) Schedule of proportionate share of the net pension liability
5) Schedule of employer contributions
6) Schedule of changes in total other post-employment benefits (OPEB) liability and related ratios

We will also provide the District with the following non-attest services:

1) Assist you in drafting the financial statements and related footnotes as of and for the year ended June 30, 2026.

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit will involve judgment about the number of transactions to be examined and the areas to be tested.

Our audit will include obtaining an understanding of the entity and its environment, including its internal control, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing, and extent of further audit procedures. Material misstatements may result from errors, fraudulent financial reporting, misappropriation of assets, or violations of laws or regulations that are attributable to the District or to acts by management or employees acting on behalf of the District. We will communicate to you at the conclusion of our audit, significant matters that we believe are relevant to your responsibilities in overseeing the financial reporting process, including any internal control related matters that are required to be communicated under professional standards.

We expect to begin our audit on approximately August 17, 2026, and issue our report on approximately December 4, 2026.

During the planning of the audit we have identified the following significant risks:

- Management override of controls
- Operating revenues

Your client service team includes:

- Olga A. Darlington, Client Service Lead Principal, who can be reached at 425-551-5712 or olga.darlington@bakertilly.com
- Dan Roberts, Client Service Senior Manager, who can be reached at 425-551-5729 or daniel.roberts@bakertilly.com

This information is intended solely for the information and use of the Board of Commissioners and management of Kirkwood Meadows Public Utility District and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully,

Baker Tilly US, LLP

Everett, Washington
June 12, 2026