

YEAR 1997

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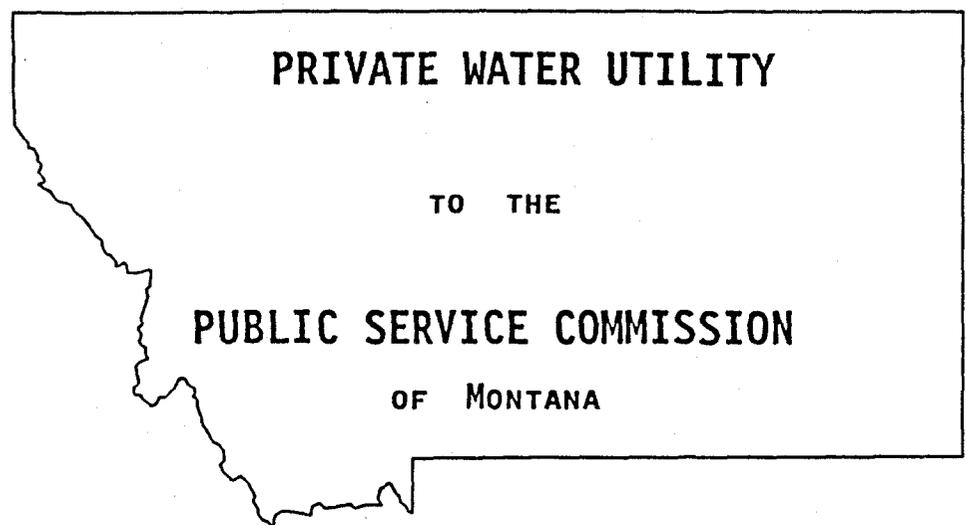
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PUBLIC SERVICE
COMMISSION

ANNUAL REPORT

OF THE

NAME Linda Vista Water Company

LOCATION Missoula, Montana



FOR THE YEAR ENDING December 31, 1997

GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1984 National Association of Utility Regulatory Commissioners Uniform System of Accounts for Water Utilities.
2. Interpret all accounting words or phrases in accordance with the USOA.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section or page which is not applicable to the respondent enter the words "Not Applicable or NA". Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. Complete this report by means which result in a permanent record.
7. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule with not enough room. Such a schedule should reference the appropriate schedules, state the name of the utility, and state the year of the report.
8. This report should be filled out in duplicate and one copy returned within 2 1/2 months after the close of the reporting period. The report should be returned to:

Montana Public Service Commission
Utility Division
2701 Prospect Avenue
Helena, Montana 59620

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REPORT OF

Linda Vista Water Company

(Exact Name of Utility)

3000 Eldora Lane

Missoula MT 59803

(Address)

(City, State, Zip Code)

For Year Ended December 31, 1997

Date Utility First Organized December 17, 1987

Telephone Number (406) 251-2581

Location where books and records are located Missoula, MT

Contracts:			
Name	Title	Principal Business Address	Salary
Person to send correspondence:	Lloyd A. Twite President	3000 Eldora Lane Missoula MT 59803	XXXXXXXX
Person who prepared this report:	Anderson ZurMuehlen & Co P.C.	PO Box 1147 Helena MT 59624	XXXXXXXX
Officers & Managers:			\$
			\$
			\$
			\$
			\$
			\$

Report every corporation or person owning interest or holding directly or indirectly 5 percent or more of the voting securities of the reporting utility:

Name	Precent Ownership in Utility	Principal Business Address	Salary Charged Utility
Lloyd A. Twite	50%	3000 Eldora Lane Missoula MT 59803	\$ -0-
Cathy Twite	40%	3000 Eldora Lane Missoula MT 59803	\$ -0-
Scott A. Twite	10%	3000 Eldora Lane Missoula MT 59803	\$ -0-

INCOME STATEMENT

Account Name	Current Year	Previous Year
GROSS REVENUE:		
Metered		
Residential		
Commercial	1,731	1,507
Industrial		
Other		
Unmetered		
Residential	42,100	36,657
Commercial	3,001	2,613
Industrial		
Fire Protection	1,474	1,284
Bulk Sales		
Sale of Materials		
Other	34,568	30,086
TOTAL GROSS REVENUE	82,874	72,147
Operation and Maintenance Expense	74,037	42,777
Depreciation Expense	40,545	37,510
Taxes Other Than Income	3,932	4,153
Income Taxes	10	10
Deferred Federal Income Taxes		
Deferred State Income Taxes		
TOTAL OPERATING EXPENSE	118,524	84,450
NET OPERATING INCOME (LOSS)	(35,650)	(12,303)
Other Income:		
Non-Utility Income		
Other Deductions:		
Non-Utility Expenses		
Interest Expense	46,327	49,076
NET INCOME (LOSS)	(81,977)	(61,379)

COMPARATIVE BALANCE SHEET

ACCONT NAME	CURRENT YEAR	PREVIOUS YEAR
Assets:		
Utility Plant In Service	862,486	705,493
Accumulated Depreciation and Amortization	(269,722)	(229,177)
Net Utility Plant	592,764	476,316
Cash	3,165	3,762
Customer Account Receivable		
Other Assets (Specify)		
Origination fees	8,412	8,412
Accumulated Amortization	(2,710)	(2,149)
Total Assets	601,631	486,341
Liabilities an Capital:		
Common Stock Issued	100,200	100,200
Preferred Stock Issued		
Other Paid In Capital	444,075	217,894
Retained Earnings	(414,576)	(332,599)
Proprietary Capital		
Total Capital	129,699	(14,505)
Long Term Debt	471,932	500,846
Accounts Payable		
Notes Payable		
Customer Deposits		
Accrued Taxes		
Other Liabilities (Specify)		
Advances for Construction		
Contributions In Aid Of Construction		
Total Liabilities and Capital	601,631	486,341

CAPITAL STOCK

	Common Stock	Preferred Stock
Par or stated value per share	-0-	
Shares authorized	50,000	None
Shares issued and outstanding	50,000	
Total par value of stock issued	-0-	
Dividends declared per share for year	-0-	

RETAINED EARNINGS

	Appropriated	Unappropriated
Balance first of year	(332,599)	
Changes during year (Specify): 1997 Net Loss	(81,977)	
Balance end of year	(414,576)	

PROPRIETARY CAPITAL

	Proprietor or Partner	Partner
Balance first of year N/A		
Changes during year (specify):		
Balance end of year		

LONG TERM DEBT

Description of Obligation	Interest		Principal Per Balance Sheet Date
	Rate	Pymts	
SBA Loan	9.5%	6,273.00	471,932
Total			

WATER UTILITY PLANT ACCOUNTS

Acct No.	Account Name	Previous Year	Additions	Retirements	Current Year
301	Organization				
302	Franchises				
303	Land & Land Rights	12,500	28,000		40,500
304	Structures and Improvements				
305	Collecting and Impounding Reservoirs				
306	Lake River and Other Intakes				
307	Wells and Springs	71,356			71,356
308	Infiltration Galleries and Tunnels				
309	Supply Mains				
310	Power Generation Equipment				
311	Pumping Equipment	754			754
320	Water Treatment Equipment				
330	Distribution Reservoirs and Standpipes	400,098			400,098
331	Transmission and Distribution Mains	220,785	128,993		349,778
333	Services				
334	Meters and Meter Installations				
335	Hydrants				
339	Other Plant and Miscellaneous Equipment				
340	Office Furniture and Equipment				
341	Transportation Equipment				
342	Stores Equipment				
343	Tools, Shop & Garage Equipment				
344	Laboratory Equipment				
345	Power Operated Equipment				
346	Communication Equipment				
347	Miscellaneous Equipment				
348	Other Tangible Plant				
	Total Water Plant	705,493	156,993		862,486

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT

ACCT. NO.	ACCOUNT	AVERAGE SERVICE LIFE IN YEARS	AVERAGE SALVAGE IN PERCENT	DEPR. RATE APPLIED	ACCUMULATED DEPRECIATION BALANCE PREVIOUS YEAR	DEBITS	CREDITS	ACCUMULATED DEPRECIATION BALANCE END OF YEAR
304	Structures & Improvements		%	%				
305	Collecting & Impounding Reservoirs		%	%				
306	Lake River & Other Intakes		%	%				
307	Wells and Springs	20	%	5%	31,248		3,188	34,436
308	Infiltrations Galleries & Tunnels		%	%				
309	Supply Mains		%	%				
310	Power Generating Equip.		%	%				
311	Pumping Equipment	20	%	5%	299		34	333
320	Water Treatment Equip.		%	%				
330	Distribution Reservoirs & Standpipes	20	%	5%	99,975		22,636	122,611
331	Trans. & Dist. Mains	20	%	5%	97,655		14,687	112,342
333	Services		%	%				
334	Meter & Meter Installation		%	%				
335	Hydrants		%	%				
339	Other Plant & Misc. Equip.		%	%				
340	Office Furniture and Equipment		%	%				
341	Transportation Equip.		%	%				
342	Stores Equipment		%	%				
343	Tools, Shop & Garage Equipment		%	%				
344	Laboratory Equipment		%	%				
345	Power Operated Equipment		%	%				
346	Communication Equipment		%	%				
347	Miscellaneous Equipment		%	%				
348	Other Tangible Plant		%	%				
	Totals				229,177		40,545	269,722

WATER OPERATION AND MAINTENANCE EXPENSE

ACCOUNT NAME	AMOUNT
Salaries and Wages - Employees	
Salaries and Wages - Officers, Directors and Majority Stockholders	
Employee Pensions and Benefits	
Purchased Water	
Purchased Power	14,206
Fuel For Power Production	
Chemicals	
Materials and Supplies	559
Contractual Services	54,002
Rents	
Transportation Expense	
Insurance Expense	945
Regulatory Commission Expense	
Bad Debt Expense	
Miscellaneous Expense	4,325
Total	74,037

PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

Report all information concerning rate, management, construction, advertising, labor relations, public relations, or other similar services rendered the respondent for which the aggregate payments during the year to any corporation, partnership, individual or organization of any kind whatever, amounting to \$500. or more. Utilities having revenue in excess of \$100,000 should report amounts of \$5,000 or more.

Name of Recipient	Amount	Description of Service
Missoula Concrete	1,985	Water System Maintenance
Fidelity Management	11,497	Bookkeeping
Jim Orcutt/Mike Ogle	1,690	Water System Maintenance
Electro Service Center	2,175	Water System Maintenance
Christian & Samson	792	Attorney
AZ & Company	9,992	Accountant
Langel & Associates	1,463	Accountant
Fussell Engineering	880	Engineer
DJ & A	2,593	Engineer
Scott Twite	20,000	Management Fees

SOURCES OF WATER SUPPLY

Surface Water: River _____ Lake _____ Stream _____ Impounding Res. _____
 Ground Water: Springs No. _____ Shallow Wells No. _____ Deep Wells No. 3

SUPPLY, TRANSMISSION & DISTRIBUTION MAINS (FEET)

Size Inches	First of Year	Laid During Year	Total	Abandoned During Yr.	Taken Up During Yr.	Total	Close of Year
12	672		672				672
10	1,909		1,909				1,909
8	14,268	2,620	16,888				16,888
6	15,064		15,064				15,064
4	1,095		1,095				1,095
Total	33,008	2,620	35,628				35,628

RESERVOIRS, STANDPIPES AND PURIFICATION SYSTEM

Number of Reservoirs 2 Capacity in Gallons 585,000
 Number of Standpipes _____ Capacity in Gallons _____
 Method of Purification _____

SERVICES AND METERS

Services									
1/2 in.	5/8 in.	1 in.	1 1/2 in.	2 in.	3 in.	4 in.	6 in.	_____	_____
	297		3	1			22		
Meters				1					
	297								

NUMBER AND CLASSIFICATION OF CONSUMERS

-Beginning of Year-

-Close of Year-

Classification	Metered	Unmetered	Total	Metered	Unmetered	Total	Increase or Decrease
Residential		260	260		297	297	37
Commercial							
Industrial							
Fire Hydrants		17	17		22	22	5
Governmental							
All Other	1	3	4	1	3	4	0
Total	1	280	281	1	322	323	

TOTAL PUMPING STATION STATISTICS

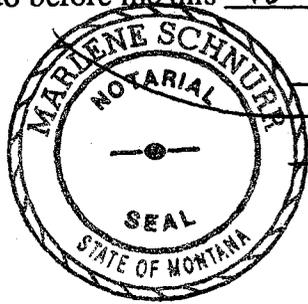
Total Amount of Water Obtained by all methods during the Year 83,682,200 gals.
 Maximum Water obtained all methods during any one day Not Available gals.
 Minimum Amount of Water obtained all methods during one day Not Available gals.
 Total Amount of Water passed through customers meters during year Not Available gals.
 Range of ordinary pressure on mains 40 lbs. to 90 lbs.
 Range of fire pressure in mains 40 lbs. to 90 lbs.

STATE OF MONTANA)
County of Missoula)

We, the undersigned, on our oath do severally say that the foregoing return the Linda Vista Water Company, water utility, has been prepared under our direction from the original books, papers and records of said utility and declare the same to be a full, true and correct statement embracing all the financial transactions of said utility during the period for which the return is made.

Lloyd A Finto

Subscribed and sworn to before me this 18th day of June 1998.



Notary Public for the State of Montana
Residing at Missoula, MT
My commission expires April 15, 2002