

YEAR Fiscal 2013

ANNUAL REPORT

of the

NAME Big Mountain Water Company

LOCATION 3812 Big Mountain Road, Whitefish MT 59937

PRIVATE WATER UTILITY

TO THE

PUBLIC SERVICE COMMISSION

OF MONTANA

FOR THE YEAR ENDING April 30, 2013

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 Uniform System of Accounts for Water Utilities.
- 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 "N/A". 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 filed in duplicate and one copy returned by April 30 following the end of the calendar year for calendar year filers. If other than a calendar year filer, this report needs to be filed by the end of the 4th month following the end of the fiscal year for filers that have other than a calendar year yearend.
- 9 Please send the copy of your completed Annual Report to:

Montana Public Service Commission
Utility Division
P.O. Box 202601
Helena, MT 59620-2601

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REPORT OF

Big Mountain Water Company ("BMW")

P.O. Box 1400

(address)

Whitefish, MT 59937

(city, state, zip code)

For Year Ended

30-Apr-13

Date Utility First Organized

1979

Telephone Number

(406) 862-1941

Location of books and records

3812 Big Mountain Road, Whitefish MT 59937

Contacts

Name	Title	Principal Business Address	Salary
Gayle Chaffey	Corporate Administrator	P.O. Box 1400 Whitefish, MT 59937	
Person who prepared this report: Gayle Chaffey	Same	Same	
Officers and Managers:			
Daniel Graves	President	Same	No BMWC salary
Bradley Kincaid	Vice President	Same	No BMWC salary
Randy Whitlock	Treasurer	Same	No BMWC salary

Ownership

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

Name	Percent Ownership in Utility	Principle Business Address	Amt Pd by Utility
Winter sports, Inc.	100%	P.O. Box 1400	Reimbursement
		Whitefish, MT 59937	for direct expenses

INCOME STATEMENT		
ACCOUNT NAME	Current Year	Previous Year
OPERATING REVENUE:		
Metered		
Residential Water usage	155,697.26	140,380.82
Commercial Meter charges	64,371.38	63,836.27
Industrial Fire line charges	5,240.57	4,886.42
Other		
Unmetered		
Residential Hydrant connection	450.00	150.00
Commercial Late payment	13.87	1.69
Industrial Hook-up charges	375.00	825.00
Fire Protection		
Bulk Sales		
Sale of Materials		
Other		
TOTAL OPERATING REVENUE:	\$ 226,148.08	\$ 210,080.20
OPERATING EXPENSES:		
Operation and Maintenance Expense	91,997.27	73,374.84
Depreciation Expense	54,176.02	53,185.09
Taxes Other than Income		
Deferred Federal Income Taxes	26,391.68	27,561.69
Deferred State Income Taxes	5,598.23	5,846.42
TOTAL OPERATING EXPENSES	\$ 178,163.20	\$ 159,968.04
NET INCOME (LOSS) from OPERATIONS	\$ 47,984.88	\$ 50,112.16
Other Income:		
Non Utility Income		
TOTAL OTHER INCOME	\$ -	\$ -
Other Deductions:		
Non-Utility Expenses		
Interest Expense		
TOTAL OTHER DEDUCTIONS	\$ -	\$ -
NET INCOME (LOSS)	\$ 47,984.88	\$ 50,112.16

COMPARATIVE BALANCE SHEET		
ACCOUNT NAME	Current Year	Previous Year
ASSETS:		
Utility Plant in Service	1,805,492.69	1,778,404.43
Less: Accumulated Deprec. & Amort.	1,042,278.91	988,102.89
NET UTILITY PLANT	\$ 763,213.78	\$ 790,301.54
Cash	195,710.87	135,835.76
Customer Accounts Receivable	30,895.23	18,132.28
Other Assets (Specify)		
TOTAL ASSETS OTHER THAN UTILITY PLANT	\$ 226,606.10	\$ 153,968.04
TOTAL ASSETS	\$ 989,819.88	\$ 944,269.58
LIABILITIES AND CAPITAL		
CAPITAL		
Common Stock Issued	100,000.00	100,000.00
Preferred Stock Issued		
Other Paid in Capital	780,022.86	780,022.86
Retained Earnings	67,951.81	19,966.93
Proprietary Capital		
TOTAL CAPITAL	\$ 947,974.67	\$ 899,989.79
LIABILITIES		
Long Term Debt		
Accounts Payable	9,855.30	10,871.68
Notes Payable		
Customer Deposits		
Accrued Taxes	31,989.91	33,408.11
Other Liabilities (Specify)		
Advances for Construction		
Contributions in aid of Construction		
TOTAL LIABILITIES	\$ 41,845.21	\$ 44,279.79
TOTAL LIABILITIES AND CAPITAL	\$ 989,819.88	\$ 944,269.58

Accumulated Depreciation and Amortization of Utility Plant		
ACCOUNT 108	Current Year	Previous Year
Balance at First of Year	988,102.89	934,917.80
Credits During the Year:		
Accruals Charged to Depreciation Account	54,176.02	53,185.09
Salvage		
Other Credits (Specify):		
Total Credits	\$ 1,042,278.91	\$ 988,102.89
Debits During the Year:		
Book Cost of Plant Retired		
Cost of Removal		
Other Debits (Specify):		
Total Debits	\$ -	\$ -
Balance at End of Year	\$ 1,042,278.91	\$ 988,102.89

Contributions in Aid of Construction		
Report below all contractor and developer agreements and line extension agreements from which cash or property was received during the year	Indicate	
	Cash	Property
TOTAL DURING THE YEAR		\$ -

Accumulated Deferred Income Taxes	
Description	Amount
Accumulated Deferred Income Taxes	
Federal	
State	
Total Accumulated Deferred Income Taxes	\$ -

Capital Stock		
	Common Stock	Preferred Stock
Par or stated value per share	10	none
Shares Authorized	20,000	none
Shares Issued and Outstanding	10,000	none
Total par value of stock issued	100,000	none
Dividends declared per share for year	none	none

Retained Earnings		
	Appropriated	Unappropriated
Balance at first of year		19,966.93
Changes during year:		
Net Income (loss)		47,984.88
Dividends		none
Other (Specify):		
Balance end of year		67,951.81

Proprietary Capital		
	Proprietor or Partner	Partner
Balance at first of year	none	none
Changes during year (Specify):	none	none
	none	none
	none	none
	none	none
	none	none
Balance at end of year		

Long Term Debt			
Description of Obligation	Interest Rate	Payment	Principal at Balance Sheet Date
Total		\$ -	\$ -

Water Utility Plant Accounts

Acct No.	Account Name	Previous Year	Additions	Retirements	Current Year
301	Organization				
302	Franchises				
303	Land & Land Rights				
304	Structures and Improvements	253,156.35			253,156.35
305	Collecting and Impounding Reservoirs				
306	Lake River and Other Intakes				
307	Wells and Springs	415,750.94	6,642.10		422,393.04
308	Infiltration Galleries and Tunnels				
309	Supply Mains	241,891.85			241,891.85
310	Power Generation Equipment				
311	Pumping Equipment	89,132.10	17,852.51		106,984.61
320	Water Treatment Equipment				
330	Distribution Reservoirs and Standpipes	700,708.17			700,708.17
331	Transmission and Distribution Mains				
333	Services				
334	Meters and Meter Installations	26,405.90	2,593.65		28,999.55
335	Hydrants	5,890.02			5,890.02
339	Other Plant and Misc. 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	27,450.65			27,450.65
348	Other Tangible Plant	18,018.45			18,018.45
Total Water Plant		1,778,404.43	27,088.26	-	1,805,492.69

Analysis of Accumulated Depreciation by Primary Account

Acct No.	Account	Average Service Life in Years	Average Salvage Value in Percent	Depr. Rate Applied	Accumulated Depreciation Beginning of Year	Debits	Credits	Accumulated Depreciation End of Year
304	Structures and Improvements	12.14	0%	SL	205,926.14		7,667.27	213,593.41
305	Collecting and Impounding Reservoirs				-		-	-
306	Lake River and Other Intakes				-		-	-
307	Wells and Springs	25	0%	SL	216,990.06		10,641.83	227,631.89
308	Infiltration Galleries and Tunnels				-		-	-
309	Supply Mains	18.89	0%	SL	170,370.70		5,324.00	175,694.70
310	Power Generation Equipment				-		-	-
311	Pumping Equipment	10	0%	SL	48,158.69		4,635.05	52,793.74
320	Water Treatment Equipment				-		-	-
330	Distribution Reservoirs and Standpipes	25	0%	SL	302,451.71		21,777.31	324,229.02
331	Transmission and Distribution Mains				-		-	-
333	Services				-		-	-
334	Meters and Meter Installations	12.5	0%	SL	10,270.66		1,901.86	12,172.52
335	Hydrants	17.5	0%	SL	2,807.92		474.17	3,282.09
339	Other Plant and Misc. 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	20	0%	SL	13,256.38		1,754.53	15,010.91
348	Other Tangible Plant	17.5	0%	SL	17,870.63		-	17,870.63
TOTAL					\$ 988,102.89	\$ -	\$ 54,176.02	\$ 1,042,278.91

Water Operation and Maintenance Expense

Account Name	Amount
Contracted Labor - Daily Plant Operations	31,666.50
Contracted Labor - Repairs & Maintenance	13,518.00
Contracted Labor - Accounting & Management	2,803.34
Contracted Labor - Water Reads	7,321.50
Bank Charges	233.11
Audit/Consultant Fees	6,830.25
Testing	760.00
Dues & Subscriptions	545.00
Legal - General Business	562.24
Operating Supplies	114.58
Postage & Delivery	657.23
Repairs & Maintenance	13,190.19
Taxes & Licenses	846.21
Utilities	12,949.12
TOTAL	\$ 91,997.27

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 of 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.

[illegible]

Sources of Water Supply

Surface Water: River: _____ Lake: _____ Stream: _____ Impounding Reservoir: _____

Ground Water: No. of Springs: _____ No. of Shallow Wells: _____ No. of Deep Wells: 5

Reservoirs, Standpipes, and Purification System

No. of Reservoirs: 3

Capacity in Gallons: 1.1 Million gallons

No. of Standpipes: _____

Capacity in Gallons: _____

Method of Purification: _____

Services and Meters

Size->	1/2"	5/8"	1 in	1 1/2 in	2 in	3 in	4 in	6 in	
Services									
Meters	0	117	115	11	4	5	2	1	255

Number and Classification of Consumers

Classification	Beginning of Year			End of Year			Increase (Decrease)
	Metered	Unmetered	Total	Metered	Unmetered	Total	
Residential	224		224	237		237	13
Commercial			0			0	0
Industrial			0			0	0
Fire Hydrants		94	94		94	94	0
Governmental			0			0	0
All Other	5		5	18		18	13
Total	229	94	323	255	94	349	26

Total Pumping Station Statistics

Total Amount of Water Obtained by all methods during the year: 22,670,520 gals.

Maximum Water obtained all methods during any one day: 129,600 gals.

Minimum Amount of Water obtained all methods during one day: 0 gals.

Range of ordinary pressure on mains 45 lbs to 95 lbs

Range of fire pressure in mains 45 lbs to 95 lbs

Affidavit

STATE OF MONTANA)

County of Flathead)

We, the undersigned, on our oath do severally say that the foregoing return of

The Big Mountain 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.

[Signature]
(Signature)

[Signature]
(Signature)

Subscribed and sworn before me this 21st day of JUNE, 20 13

[Signature]

(SEAL)

