

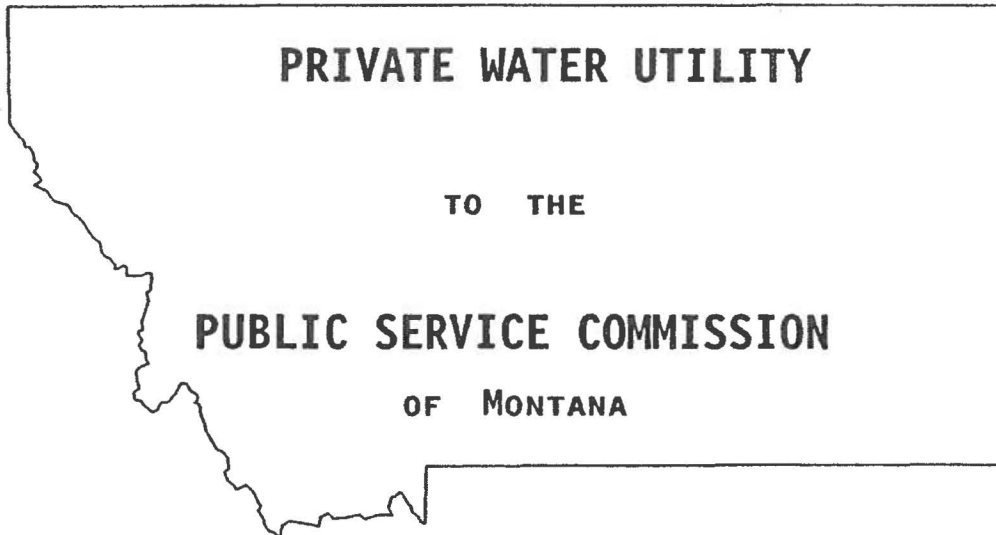
YEAR Fiscal 2014

ANNUAL REPORT

of the

NAME Big Mountain Water Company

LOCATION 3812 Big Mountain Road, Whitefish MT 59937



FOR THE YEAR ENDING April 30, 2014

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 ("BMWC")

P.O. Box 1400

(address)

Whitefish, MT 59937

(city, state, zip code)

For Year Ended 30-Apr-14

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 Whitefish, MT 59937	Reimbursement for direct expenses

INCOME STATEMENT			
ACCOUNT NAME		Current Year	Previous Year
OPERATING REVENUE:			
Metered			
Residential	Water usage	162,572.74	155,697.26
Commercial	Meter charges	70,388.54	64,371.38
Industrial	Fire line charges	5,546.01	5,240.57
Other			
Unmetered			
Residential	Hydrant connection	150.00	450.00
Commercial	Late payment	57.92	13.87
Industrial	Hook-up charges	700.00	375.00
Fire Protection			
Bulk Sales			
Sale of Materials			
Other			
TOTAL OPERATING REVENUE:		\$ 239,415.21	\$ 226,148.08
OPERATING EXPENSES:			
Operation and Maintenance Expense		89,941.43	91,997.27
Depreciation Expense		59,862.70	54,176.02
Taxes Other than Income			
Deferred Federal Income Taxes		29,571.65	26,391.68
Deferred State Income Taxes		6,272.78	5,598.23
TOTAL OPERATING EXPENSES		\$ 185,648.56	\$ 178,163.20
NET INCOME (LOSS) from OPERATIONS		\$ 53,766.65	\$ 47,984.88
Other Income:			
Non Utility Income			
TOTAL OTHER INCOME		\$ -	\$ -
Other Deductions:			
Non-Utility Expenses			
Interest Expense			
TOTAL OTHER DEDUCTIONS		\$ -	\$ -
NET INCOME (LOSS)		\$ 53,766.65	\$ 47,984.88

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Current Year	Previous Year
ASSETS:		
Utility Plant in Service	1,912,030.96	1,805,492.69
Less: Accumulated Deprec. & Amort.	1,102,141.61	1,042,278.91
NET UTILITY PLANT	\$ 809,889.35	\$ 763,213.78
Cash	194,314.98	195,710.87
Customer Accounts Receivable	43,020.08	30,895.23
Other Assets (Specify)		
TOTAL ASSETS OTHER THAN UTILITY PLANT	\$ 237,335.06	\$ 226,606.10
TOTAL ASSETS	\$ 1,047,224.41	\$ 989,819.88
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	121,718.46	67,951.81
Proprietary Capital		
TOTAL CAPITAL	\$ 1,001,741.32	\$ 947,974.67
LIABILITIES		
Long Term Debt		
Accounts Payable	45,483.09	9,855.30
Notes Payable		
Customer Deposits		
Accrued Taxes		31,989.91
Other Liabilities (Specify)		
Advances for Construction		
Contributions in aid of Construction		
TOTAL LIABILITIES	\$ 45,483.09	\$ 41,845.21
TOTAL LIABILITIES AND CAPITAL	\$ 1,047,224.41	\$ 989,819.88

Accumulated Depreciation and Amortization of Utility Plant		
ACCOUNT 108	Current Year	Previous Year
Balance at First of Year	1,042,278.91	988,102.89
Credits During the Year:		
Accruals Charged to Depreciation Account	59,862.70	54,176.02
Salvage		
Other Credits (Specify):		
Total Credits	\$ 1,102,141.61	\$ 1,042,278.91
Debits During the Year:		
Book Cost of Plant Retired		
Cost of Removal		
Other Debits (Specify):		
Total Debits	\$ -	\$ -
Balance at End of Year	\$ 1,102,141.61	\$ 1,042,278.91

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
	Amount	
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		67,951.81
Changes during year:		
Net Income (loss)		53,766.65
Dividends		none
Other (Specify):		
Balance end of year		121,718.46

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
	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	101,420.00		354,576.35
305	Collecting and Impounding Reservoirs				
306	Lake River and Other Intakes				
307	Wells and Springs	422,393.04			422,393.04
308	Infiltration Galleries and Tunnels				
309	Supply Mains	241,891.85			241,891.85
310	Power Generation Equipment				
311	Pumping Equipment	106,984.61			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	28,999.55	5,118.27		34,117.82
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		1,805,492.69	106,538.27	-	1,912,030.96

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	213,593.41		11,731.17	225,324.58
305	Collecting and Impounding Reservoirs				-		-	-
306	Lake River and Other Intakes				-		-	-
307	Wells and Springs	25	0%	SL	227,631.89		10,752.53	238,384.42
308	Infiltration Galleries and Tunnels				-		-	-
309	Supply Mains	18.89	0%	SL	175,694.70		5,324.00	181,018.70
310	Power Generation Equipment				-		-	-
311	Pumping Equipment	10	0%	SL	52,793.74		5,825.22	58,618.96
320	Water Treatment Equipment				-		-	-
330	Distribution Reservoirs and Standpipes	25	0%	SL	324,229.02		21,777.31	346,006.33
331	Transmission and Distribution Mains				-		-	-
333	Services				-		-	-
334	Meters and Meter Installations	12.5	0%	SL	12,172.52		2,223.77	14,396.29
335	Hydrants	17.5	0%	SL	3,282.09		474.17	3,756.26
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	15,010.91		1,754.53	16,765.44
348	Other Tangible Plant	17.5	0%	SL	17,870.63		-	17,870.63
TOTAL					\$ 1,042,278.91	\$ -	\$ 59,862.70	\$ 1,102,141.61

Water Operation and Maintenance Expense	
Account Name	Amount
Contracted Labor - Daily Plant Operations	26,748.00
Contracted Labor - Repairs & Maintenance	21,001.50
Contracted Labor - Accounting & Management	2,952.30
Contracted Labor - Water Reads	8,707.50
Bank Charges	222.27
Audit/Consultant Fees	5,525.00
Testing	6,211.50
Dues & Subscriptions	545.00
Legal - General Business	1,170.00
Operating Supplies	56.55
Postage & Delivery	828.66
Repairs & Maintenance	5,846.38
Taxes & Licenses	1,106.75
Utilities	9,020.02
TOTAL	\$ 89,941.43

[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	118	121	11	4	5	1	1	261

Number and Classification of Consumers

Classification	Beginning of Year			End of Year			Increase (Decrease)
	Metered	Unmetered	Total	Metered	Unmetered	Total	
Residential	237		237	243		243	6
Commercial			0			0	0
Industrial			0			0	0
Fire Hydrants		94	94		94	94	0
Governmental			0			0	0
All Other	18		18	18		18	0
Total	255	94	349	261	94	355	6

Total Pumping Station Statistics

Total Amount of Water Obtained by all methods during the year: 24,373,363 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 18TH day of February, 20 15

[Signature]

(SEAL)

