

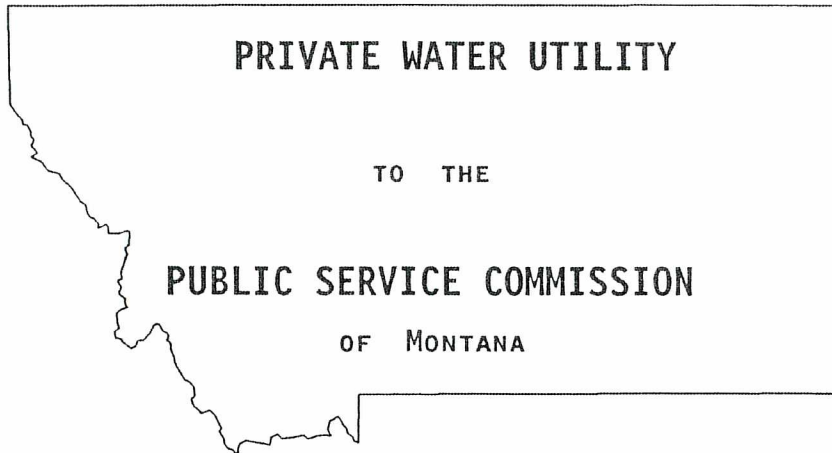
YEAR 2019

ANNUAL REPORT

of the

NAME Phantom Hills Water Company, Inc.

LOCATION Missoula, MT



FOR THE YEAR ENDING December 31, 2019

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

Phantom Hills Water Company, Inc.

PO Box 16630

(address)

Missoula, MT 59808-6630

(city, state, zip code)

For Year Ended December 31, 2019

Date Utility First Organized January 23, 2004

Telephone Number 406-523-1600

Location of books and records 101 International Drive, Missoula, MT 59808

Contacts			
Name	Title	Principal Business Address	Salary
Person to send correspondence:			
Johnna Eisenmann	Director of Asset Management	101 International Drive Missoula, MT 59808	
Person who prepared this report:			
Lindsay Jurgutis	Assistant Controller	101 International Drive Missoula, MT 59808	
Officers and Managers:			
Lawrence R. Simkins	President	101 International Drive Missoula, MT 59808	\$ -

[illegible]

INCOME STATEMENT		
ACCOUNT NAME	Current Year	Previous Year
OPERATING REVENUE:		
Metered		
Residential	\$ 79,298	\$ 121,457
Commercial	2,406	3,584
Industrial	-	-
Other	-	-
Unmetered		
Residential	-	-
Commercial	-	-
Industrial	-	-
Fire Protection	13,590	20,274
Bulk Sales	-	-
Sale of Materials	-	-
Other	-	-
TOTAL OPERATING REVENUE:	\$ 95,294	\$ 145,315
OPERATING EXPENSES:		
Operation and Maintenance Expense	\$ 104,760	\$ 136,299
Depreciation Expense	68,271	107,475
Taxes Other than Income	391	38,421
Deferred Federal Income Taxes	-	-
Deferred State Income Taxes	-	-
TOTAL OPERATING EXPENSES	\$ 173,422	\$ 282,195
NET INCOME (LOSS) from OPERATIONS	\$ (78,128)	\$ (136,880)
Other Income:		
Non Utility Income	\$ (872,701)	\$ 195,322
Miscellaneous Income -	4,111,356	-
Miscellaneous income due to cancellation of debt after all PHWC assets were transferred to the city of Missoula.		
TOTAL OTHER INCOME	\$ 3,238,655	\$ 195,322
Other Deductions:		
Non-Utility Expenses		
Interest Expense	30,384	72,623
TOTAL OTHER DEDUCTIONS	\$ 30,384	\$ 72,623
NET INCOME (LOSS)	\$ 3,130,143	\$ (14,181)

COMPARATIVE BALANCE SHEET		
ACCOUNT NAME	Current Year	Previous Year
ASSETS:		
Utility Plant in Service	\$ -	\$ 2,360,920
Less: Accumulated Deprec. & Amort.	-	1,421,793
NET UTILITY PLANT	-	939,127
Cash	-	64,680
Customer Accounts Receivable	-	5,620
Other Assets (Specify) Prepaid Ins.	-	2,531
TOTAL ASSETS OTHER THAN UTILITY PLANT	-	72,831
TOTAL ASSETS	\$ -	\$ 1,011,958
LIABILITIES AND CAPITAL		
CAPITAL		
Common Stock Issued	\$ 1,000	\$ 1,000
Preferred Stock Issued	-	-
Distributions	(37,207)	-
Retained Earnings	36,207	(3,093,936)
Proprietary Capital	-	-
TOTAL CAPITAL	\$ -	\$ (3,092,936)
LIABILITIES		
Long Term Debt	\$ -	\$ 4,062,212
Accounts Payable	-	22,193
Notes Payable	-	-
Customer Deposits	-	-
Accrued Taxes	-	18,780
Other Liabilities (Specify) Customer Deposits	-	50
Deferred Revenue	-	1,659
Advances for Construction	-	-
Contributions in aid of Construction	-	-
TOTAL LIABILITIES	\$ -	\$ 4,104,894
TOTAL LIABILITIES AND CAPITAL	\$ -	\$ 1,011,958

Accumulated Depreciation and Amortization of Utility Plant		
ACCOUNT 108	Current Year	Previous Year
Balance at First of Year	\$ 1,421,793	\$ 1,316,063
Credits During the Year:		
Accruals Charged to Depreciation Account	68,271	107,475
Salvage	-	-
Other Credits (Specify):	-	-
Total Credits	\$ 1,490,064	1,423,538
Debits During the Year:		
Book Cost of Plant Retired	\$ -	\$ 1,745
Cost of Removal		
Other Debits (Specify):		
Transfer of Assets to The City of Missoula on 7/31/2019	1,490,064	
Total Debits	\$ 1,490,064	1,745
Balance at End of Year	\$ -	1,421,793

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
None		
TOTAL DURING THE YEAR		\$ -

Accumulated Deferred Income Taxes		
Description		Amount
Accumulated Deferred Income Taxes		
Federal	None	-
State	None	-
Total Accumulated Deferred Income Taxes		\$ -

Capital Stock		
	Common Stock	Preferred Stock
Par or stated value per share	\$ 1	\$ -
Shares Authorized	1,000	-
Shares Issued and Outstanding	1,000	-
Total par value of stock issued	1,000	-
Dividends declared per share for year	-	-

Retained Earnings		
	Appropriated	Unappropriated
Balance at first of year	\$ (3,093,936)	
Changes during year:		
Net Income (loss)	3,130,143	
Dividends	(37,207)	
Other (Specify):		
Balance end of year	\$ (1,000)	

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

Long Term Debt			
Description of Obligation	Interest Rate	Payment	Principal at Balance Sheet Date
	0.00%	N/A	\$ -
Total	\$	-	\$ -

Water Utility Plant Accounts					
Acct No.	Account Name	Previous Year	Additions	Retirements	Current Year
301	Organization	-	-	-	-
302	Franchises	-	-	-	-
303	Land & Land Rights	11,577	-	(11,577)	-
304	Structures and Improvements	-	-	-	-
305	Collecting and Impounding Reservoirs	-	-	-	-
306	Lake River and Other Intakes	-	-	-	-
307	Wells and Springs	590,131	-	(590,131)	-
308	Infiltration Galleries and Tunnels	-	-	-	-
309	Supply Mains	-	-	-	-
310	Power Generation Equipment	-	-	-	-
311	Pumping Equipment	215,285	-	(215,285)	-
320	Water Treatment Equipment	-	-	-	-
330	Distribution Reservoirs and Standpipes	-	-	-	-
331	Transmission and Distribution Mains	1,035,979	-	(1,035,979)	-
333	Services	-	-	-	-
334	Meters and Meter Installations	53,562	1,957	(55,519)	-
335	Hydrants	102,064	-	(102,064)	-
339	Other Plant and Misc. Equipment	334,987	-	(334,987)	-
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	17,335	-	(17,335)	-
Total Water Plant		2,360,920	\$ 1,957	(2,362,877)	\$ -

***Assets were transferred to the City of Missoula on 7/31/2019.**

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	10	0%	0%	\$ -	\$ -	-	\$ -
305	Collecting and Impounding Reservoirs	N/A	N/A	N/A	-	-	-	-
306	Lake River and Other Intakes	N/A	N/A	N/A	-	-	-	-
307	Wells and Springs	20	0%	0%	440,716	17,212	(457,928)	-
308	Infiltration Galleries and Tunnels	N/A	N/A	N/A	-	-	-	-
309	Supply Mains	N/A	N/A	N/A	-	-	-	-
310	Power Generation Equipment	N/A	N/A	N/A	-	-	-	-
311	Pumping Equipment	20	0%	0%	330,591	6,279	(336,870)	-
320	Water Treatment Equipment	N/A	N/A	N/A	-	-	-	-
330	Distribution Reservoirs and Standpipes	N/A	N/A	N/A	-	-	-	-
331	Transmission and Distribution Mains	20	0%	0%	520,713	30,216	(550,929)	-
333	Services	N/A	N/A	N/A	-	-	-	-
334	Meters and Meter Installations	20	0%	0%	19,293	1,588	(20,881)	-
335	Hydrants	20	0%	0%	46,417	2,977	(49,394)	-
339	Other Plant and Misc. Equipment	20	0%	0%	46,728	9,999	(56,727)	-
340	Office Furniture and Equipment	N/A	N/A	N/A	-	-	-	-
341	Transportation Equipment	N/A	N/A	N/A	-	-	-	-
342	Stores Equipment	N/A	N/A	N/A	-	-	-	-
343	Tools, Shop & Garage Equipment	N/A	N/A	N/A	-	-	-	-
344	Laboratory Equipment	N/A	N/A	N/A	-	-	-	-
345	Power Operated Equipment	N/A	N/A	N/A	-	-	-	-
346	Communication Equipment	N/A	N/A	N/A	-	-	-	-
347	Miscellaneous Equipment	N/A	N/A	N/A	-	-	-	-
348	Other Tangible Plant	8	0%	0%	17,335	-	(17,335)	-
TOTAL					\$ 1,421,793	\$ 68,271	(1,490,064)	\$ -

*Assets were transferred to the City of Missoula on 7/31/2019.

Water Operation and Maintenance Expense	
Account Name	Amount
Salaries and Wages - Employees	-
Salaries and Wages - Officers, Directors and Majority Stockholders	-
Employee Pension and Benefits	-
Purchased Water	-
Purchased Power	\$ 6,015
Fuel for Power Production	-
Chemicals	-
Materials and Supplies	-
Contractual Services	\$ 81,587
Rents	-
Transportation Expense	-
Insurance Expense	\$ 7
Regulatory Commission Expense	-
Bad Debt Expense	-
TOTAL	\$ 87,609

[illegible]

Sources of Water Supply	
Surface Water: River: <u> 0 </u> Lake: <u> 0 </u> Stream: <u> 0 </u> Impounding Reservoir: <u> 0 </u>	
Ground Water: No. of Springs: <u> 0 </u> No. of Shallow Wells: <u> 2 </u> No. of Deep Wells: <u> 0 </u>	

Reservoirs, Standpipes, and Purification System	
No. of Reservoirs: <u> 1 </u>	Capacity in Gallons: <u> 400,000 </u>
No. of Standpipes: <u> 0 </u>	Capacity in Gallons: <u> 0 </u>
Method of Purification: Chlorination	

Services and Meters									
Size->	1/2"	5/8"	1 in	1 1/2 in	2 in	3 in	4 in	6 in	
Services	0	0	0	0	0	0	0	0	
Meters	0	0	0	0	0	0	0	0	

***Assets were transferred to the City of Missoula on 7/31/2019.**

Number and Classification of Consumers							
Classification	Beginning of Year			End of Year			Increase (Decrease)
	Metered	Unmetered	Total	Metered	Unmetered	Total	
Residential	169	0	169	0	0	0	-169
Commercial	5	1	6	0	0	0	-6
Industrial	0	0	0	0	0	0	0
Fire Hydrants	32	32	64	0	0	0	-64
Governmental	0	0	0	0	0	0	0
All Other	0	0	0	0	0	0	0
Total	206	33	239	-	-	-	(239)

***Assets were transferred to the City of Missoula on 7/31/2019.**

Total Pumping Station Statistics
Total Amount of Water Obtained by all methods during the year: <u> 16,680,165 </u> gals.
Maximum Water obtained all methods during any one day: <u> 180,000 </u> gals.
Minimum Amount of Water obtained all methods during one day: <u> +/- 10,000 </u> gals.
Range of ordinary pressure on mains <u> +/- 50 </u> lbs to <u> +/- 75 </u> lbs
Range of fire pressure in mains <u> +/- 20 </u> lbs to <u> +/- 60 </u> lbs

Affidavit

STATE OF MONTANA)

County of MISSOULA)


We, the undersigned, on our oath do severally say that the foregoing return of
Phantom Hills Water Company, Inc.

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.



Lawrence R. Simkins, President

Subscribed and sworn before me this 13th day of April, 2020



Cindy Hull

(SEAL)

