

YEAR 2020

ANNUAL REPORT

of the

NAME



Alpine Pacific Utilities
Providing for you.

LOCATION

Glacier Ranch Subdivision, Kalispell, Montana 59901

PRIVATE WATER UTILITY

TO THE

PUBLIC SERVICE COMMISSION

OF MONTANA

Water

FOR THE YEAR ENDING December 31, 2020

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

Utility Location:

111 Legend Trail*(address)*Kalispell, Montana 59901*(city, state, zip code)*

For Year Ended

2020

Date Utility First Organized

November 24, 2014

Telephone Number

(406) 393-2127 or (712) 790-3145

Location of books and records

75 Somers Road, Somers MT 59932

Contacts

| Name | Title | Principal Business Address | Salary |
|----------------------------------|------------------------------------|-----------------------------------|--------|
| Person to send correspondence: | Justin D. Ahmann | 75 Somes Road Somers, MT 59932 | N/A |
| Person who prepared this report: | Justin D. Ahmann | 75 Somes Road Somers, MT 59932 | N/A |
| Officers and Managers: | Marc A. Liehti President | 75 Somes Road Somers, MT 59932 | N/A |
| | Justin D. Ahmann Vice President | 75 Somes Road Somers, MT 59932 | N/A |

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 |
| Justin D. Ahmann | 50% | 75 Somers Road Somers, MT 59901 | N/A |
| Marc A. Liehti | 50% | | N/A |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |

| INCOME STATEMENT | | |
|--|---------------------|---------------------|
| ACCOUNT NAME | Current Year (2020) | Current Year (2019) |
| OPERATING REVENUE: | | |
| Metered | | |
| Residential | | |
| Commercial | | |
| Industrial | | |
| Other | | |
| Unmetered | | |
| Residential | 79,726.25 | 71,275.63 |
| Commercial | | |
| Industrial | | |
| Fire Protection | | |
| Bulk Sales | | |
| Sale of Materials | | |
| Other | | |
| TOTAL OPERATING REVENUE: | \$ 79,726.25 | \$ 71,275.63 |
| OPERATING EXPENSES: | | |
| Operation and Maintenance Expense | 58,350.35 | 50,336.13 |
| Depreciation Expense | | |
| Taxes Other than Income | | |
| Deferred Federal Income Taxes | | |
| Deferred State Income Taxes | | |
| TOTAL OPERATING EXPENSES | \$ 58,350.35 | \$ 50,336.13 |
| NET INCOME (LOSS) from OPERATIONS | \$ 21,375.90 | \$ 20,939.49 |
| Other Income: | | |
| Non Utility Income | | |
| | | |
| | | |
| TOTAL OTHER INCOME | \$ - | \$ - |
| Other Deductions: | | |
| Non-Utility Expenses | | |
| Interest Expense | | |
| | | |
| TOTAL OTHER DEDUCTIONS | \$ - | \$ - |
| NET INCOME (LOSS) | \$ 21,375.90 | \$ 20,939.49 |

| COMPARATIVE BALANCE SHEET | | |
|--|----------------------|----------------------|
| ACCOUNT NAME | Current Year (2020) | Current Year (2019) |
| ASSETS: | | |
| Utility Plant in Service | 602,000.00 | 602,000.00 |
| Less: Accumulated Deprec. & Amort. | | |
| NET UTILITY PLANT | \$ 602,000.00 | \$ 602,000.00 |
| Cash | | |
| Customer Accounts Receivable | | |
| Other Assets (Specify) | | |
| | | |
| | | |
| TOTAL ASSETS OTHER THAN UTILITY PLANT | \$ - | \$ - |
| TOTAL ASSETS | \$ 602,000.00 | \$ 602,000.00 |
| LIABILITIES AND CAPITAL | | |
| CAPITAL | | |
| Common Stock Issued | 2,125.00 | 2,125.00 |
| Preferred Stock Issued | | |
| Other Paid in Capital | | |
| Retained Earnings | | |
| Proprietary Capital | | |
| TOTAL CAPITAL | \$ 2,125.00 | \$ 2,125.00 |
| LIABILITIES | | |
| Long Term Debt | | |
| Accounts Payable | | |
| Notes Payable | | |
| Customer Deposits | | |
| Accrued Taxes | | |
| Other Liabilities (Specify) | | |
| | | |
| | | |
| | | |
| Advances for Construction | | |
| Contributions in aid of Construction | | |
| TOTAL LIABILITIES | \$ - | \$ - |
| TOTAL LIABILITIES AND CAPITAL | \$ 2,125.00 | \$ 2,125.00 |

| Accumulated Depreciation and Amortization of Utility Plant | | |
|--|---------------------|---------------------|
| ACCOUNT 108 | Current Year (2020) | Current Year (2019) |
| Balance at First of Year | N/A | N/A |
| Credits During the Year: | | |
| Accruals Charged to Depreciation Account | | |
| Salvage | | |
| Other Credits (Specify): | | |
| | | |
| | | |
| Total Credits | \$ - | \$ - |
| Debits During the Year: | | |
| Book Cost of Plant Retired | N/A | N/A |
| Cost of Removal | | |
| Other Debits (Specify): | | |
| | | |
| | | |
| Total Debits | \$ - | \$ - |
| Balance at End of Year | \$ - | \$ - |

| 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 | | Amount |
| | Cash | Property | |
| | N/A | N/A | |
| | | | |
| | | | |
| | | | |
| | | | |
| TOTAL DURING THE YEAR | | | \$ - |

| Accumulated Deferred Income Taxes | |
|---|--------|
| Description | Amount |
| Accumulated Deferred Income Taxes | |
| Federal | |
| State | |
| Total Accumulated Deferred Income Taxes | N/A |

| Capital Stock | | |
|---------------------------------------|--------------|-----------------|
| | Common Stock | Preferred Stock |
| Par or stated value per share | 42.50 | |
| Shares Authorized | 50 | |
| Shares Issued and Outstanding | 50 | |
| Total par value of stock issued | 2,125.00 | |
| Dividends declared per share for year | N/A | |

| Retained Earnings | | |
|--------------------------|--------------|----------------|
| | Appropriated | Unappropriated |
| Balance at first of year | - | |
| Changes during year: | | |
| Net Income (loss) | | |
| Dividends | | |
| Other (Specify): | | |
| | | |
| | | |
| | | |
| Balance end of year | | |

| Proprietary Capital | | |
|--------------------------------|-----------------------|---------|
| | Proprietor or Partner | Partner |
| Balance at first of year | | |
| Changes during year (Specify): | | |
| | | |
| | | |
| | | |
| | | |
| Balance at end of year | N/A | N/A |

| Long Term Debt | | | |
|---------------------------|---------------|---------|---------------------------------|
| Description of Obligation | Interest Rate | Payment | Principal at Balance Sheet Date |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| Total | | N/A | N/A |

| 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 | | | | |
| 305 | Collecting and Impounding Reservoirs | | | | 308,000.00 |
| 306 | Lake River and Other Intakes | | | | |
| 307 | Wells and Springs | | | | 20,000.00 |
| 308 | Infiltration Galleries and Tunnels | | | | |
| 309 | Supply Mains | | | | |
| 310 | Power Generation Equipment | | | | 80,000.00 |
| 311 | Pumping Equipment | | | | 94,000.00 |
| 320 | Water Treatment Equipment | | | | |
| 330 | Distribution Reservoirs and Standpipes | | | | |
| 331 | Transmission and Distribution Mains | | | | 100,000.00 |
| 333 | Services | | | | |
| 334 | Meters and Meter Installations | | | | |
| 335 | Hydrants | | | | |
| 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 | | | | |
| 348 | Other Tangible Plant | | | | |
| Total Water Plant | | \$ - | \$ - | \$ - | \$ 602,000 |

| 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 | | | | | | | |
| 305 | Collecting and Impounding Reservoirs | | | | | | | |
| 306 | Lake River and Other Intakes | | | | | | | |
| 307 | Wells and Springs | | | | | | | |
| 308 | Infiltration Galleries and Tunnels | | | | | | | |
| 309 | Supply Mains | | | | | | | |
| 310 | Power Generation Equipment | | | | | | | |
| 311 | Pumping Equipment | | | | | | | |
| 320 | Water Treatment Equipment | | | | | | | |
| 330 | Distribution Reservoirs and Standpipes | | | | | | | |
| 331 | Transmission and Distribution Mains | | | | | | | |
| 333 | Services | | | | | | | |
| 334 | Meters and Meter Installations | | | | | | | |
| 335 | Hydrants | | | | | | | |
| 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 | | | | | | | |
| 348 | Other Tangible Plant | | | | | | | |
| TOTAL | | | | | \$ - | \$ - | \$ - | \$ - |


| Water Operation and Maintenance Expense | |
|--|---------------------|
| Account Name | Amount |
| Salaries and Wages - Employees | - |
| Salaries and Wages - Officers, Directors and Majority Stockholders | 16,284.25 |
| Employee Pension and Benefits | |
| Purchased Water | |
| Purchased Power | 9,414.60 |
| Fuel for Power Production | |
| Chemicals (testing via ME Lab) | 2,628.50 |
| Materials and Supplies | 2,388.83 |
| Contractual Services (cell phone, attorneys, DEQ, SOS, CPA) | 19,667.00 |
| Rents (income tax) | 2,865.95 |
| Transportation Expense | 2,184.00 |
| Insurance Expense | 2,917.22 |
| Regulatory Commission Expense | |
| Bad Debt Expense | |
| TOTAL | \$ 58,350.35 |

[illegible]

STATE OF MONTANA

We, the undersigned, on our oath do severally say that the foregoing return of Alpine Pacific Utilities, LLC
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.

Justin D. Ahmann, Vice President
(Name & Title)

 **MARCEEN LIECHTI**
NOTARY PUBLIC for the
State of Montana
Residing at Lakeside, MT
My Commission Expires
August 23, 2021

Sources of Water Supply

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

Ground Water: No. of Springs: _____ No. of Shallow Wells: _____ No. of Deep Wells: 2

Reservoirs, Standpipes, and Purification System

No. of Reservoirs: 1

Capacity in Gallons: 210,000

No. of Standpipes: _____

Capacity in Gallons: _____

Method of Purification: None

Services and Meters

| Size-> | 1/2" | 5/8" | 1 in | 1 1/2 in | 2 in | 3 in | 4 in | 6 in | |
|----------|------|------|------|----------|------|------|------|------|--|
| Services | | | 126 | | | | | | |
| Meters | | | | | | | | | |

Number and Classification of Consumers

| Classification | Beginning of Year | | | End of Year | | | Increase (Decrease) |
|----------------|-------------------|-----------|-------|-------------|-----------|-------|------------------------|
| | Metered | Unmetered | Total | Metered | Unmetered | Total | |
| Residential | | 117 | 117 | | 126 | 126 | 9 |
| Commercial | | | | | | | |
| Industrial | | | | | | | |
| Fire Hydrants | | | | | | | |
| Governmental | | | | | | | |
| All Other | | | | | | | |
| Total | - | 117 | 117 | - | 126 | 126 | 9 |

Total Pumping Station Statistics

Total Amount of Water Obtained by all methods during the year: 32,562,932 gals.

Maximum Water obtained all methods during any one day: 269,514 gals.

Minimum Amount of Water obtained all methods during one day: 14,573 gals.

Range of ordinary pressure on mains 69 lbs to 71 lbs

Range of fire pressure in mains 69 lbs to 71 lbs