

YEAR 2006
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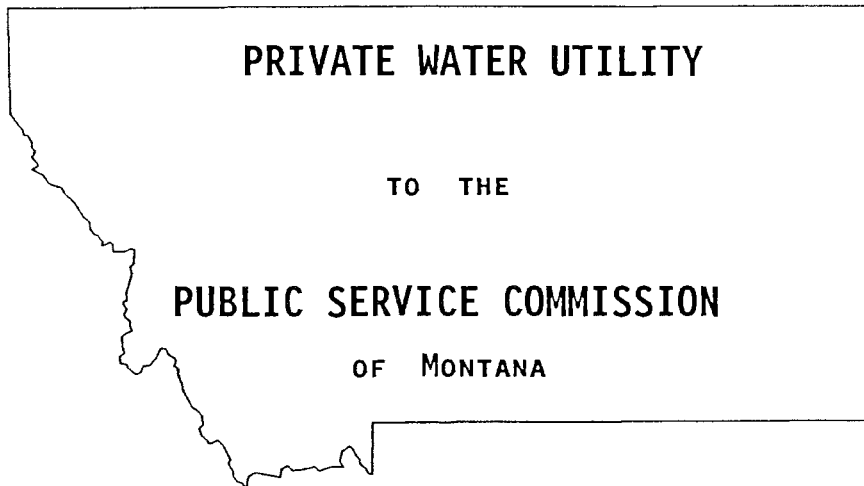
PUBLIC SERVICE
COMMISSION

ANNUAL REPORT

OF THE

NAME Fairmont Hot Springs Resort-Water

LOCATION Fairmont, Montana



FOR THE YEAR ENDING 12-31-2006

REPORT OF
Wilder Resorts, Inc. - Water Utility
DBA Fairmont Hot Springs Resort
1500 Fairmont Road, Anaconda, MT 59711

For the Year Ended December 31, 2006

Date Utility Organized May 9, 2000

Telephone Number (406) 797-3241

Location where books are located Same address as above.

Name	Title	Contracts:	
		Principal Business Address	Salary
Person to Send Correspondence:	Ed Henrich, General Manager	1500 Fairmont Road, Fairmont, MT 59711	XXXXXXXXXXXXXXXXXX
Person who prepared this report:	Steve Luebeck, CPA Controller	1500 Fairmont Road, Fairmont, MT 59711	XXXXXXXXXXXXXXXXXX
Officers and Managers:			
Carol Seable	President	Same as above.	N/A
Ed Henrich	Secretary/Treasurer	Same as above.	\$3,000.00
Steve Luebeck	Controller	Same as above.	3,548.61
Vern Cook	Maintenance Director	Same as above.	9,932.16

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

Name	Percent Ownership in Utility	Principal Business Address	Salary Charged Utility
LMW Holding, US Ltd.	100%	Same as above.	None

Wilder Resorts, Inc.
DBA Fairmont Hot Springs Resort
Water Division - Income Statement
For The Year Ended December 31, 2005

	Current Year	Previous Year
	2006	2005
GROSS REVENUE		
Metered		
Residential	\$8,205	\$8,029
Commercial	72,974	102,933
Unmetered		
Residential	0	0
Commercial	0	0
TOTAL GROSS REVENUE	\$81,179	\$110,962
OPERATING EXPENSES		
Operation and Maintenance Expense	\$84,725	\$96,498
Depreciation Expense	20,647	18,760
Taxes Other Than Income	244	333
Income Taxes	50	50
TOTAL OPERATING EXPENSE	\$105,666	\$115,641
TOTAL OPERATING INCOME OR LOSS	(\$24,487)	(\$4,679)
Other Income		
Non-utility Income	0	0
Other Deductions		
Non-utility expense	0	0
Interest	0	0
NET INCOME (LOSS)	(\$24,487)	(\$4,679)

Wilder Resorts, Inc.
DBA FAIRMONT HOT SPRINGS RESORT
COMPARATIVE BALANCE SHEET
DECEMBER 31, 2005 & 2006

	2006	2005
Current assets		
Cash	\$1,700,465	\$1,251,494
Accounts receivable	182,498	158,059
Accounts receivable - water/sewer division	(393)	
Inventories	199,315	187,645
Prepaid expenses	135,047	109,942
Total Current Assets	\$2,216,932	\$1,707,140
Property & equipment		
Land & land improvements	\$339,247	\$339,247
Buildings & improvements	4,293,641	4,253,876
Furniture & equipment	4,104,781	3,623,101
Water supply and distribution equipment	225,935	217,538
Sewer equipment	0	0
Construction in progress	0	0
Subtotal	\$8,963,604	\$8,433,762
Less: accumulated depreciation	4,602,661	(4,313,632)
Net property and equipment	\$4,360,943	\$4,120,130
Intangible asset		
Rate Case - unamortized portion Water	3,464	8,661
Rate Case - unamortized portion Sewer	2,766	6,086
Total intangible asset	\$6,230	\$14,747
Long-term Investment	\$25,000	\$0
Total assets	\$6,609,105	\$5,842,017
LIABILITIES AND STOCKHOLDERS EQUITY		
Current Liabilities		
Accounts payable	\$589,738	\$215,883
Accounts payable - water division	0	3,100
Accrued expenses	414,306	421,791
Total Current Liabilities	\$1,004,044	\$640,774
Long-Term Liabilities		
Deferred income taxes	\$109,826	\$127,343
Total long-term liabilities	\$109,826	\$127,343
Stockholders equity		
Common stock	\$250,000	\$250,000
Retained earnings - general	5,206,436	4,767,373
Retained earnings - water division	280	24,767
Retained earning - sewer division	38,519	31,760
Total Stockholders equity	\$5,495,235	\$5,073,900
Total liabilities and stockholders equity	\$6,609,105	\$5,842,017

Accumulated Depreciation and Amortization of Water Utility Plant

Account 108	Current Year	Previous Year
Balance First of Year	\$142,072	\$123,312
Credits During Year	20,647	18,760
Accruals Charged to Depreciation Acct.	0	0
Salvage	0	0
Other Credits (specify)	0	0
Total Credits	\$20,647	\$18,760
Debits During Year	0	0
Book Cost of Plant Retired	0	0
Cost of Removal	0	0
Other Debits (Specify)	0	0
Balance End of Year	\$162,719	\$142,072

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 or Property	Indicate Cash or Property
Total during year		

Accumulated Deferred Income Taxes

Description		
Accumulated Deferred Income Taxes	N/A	N/A
Federal	N/A	N/A
State	N/A	N/A
	N/A	N/A
Total Accumulated Deferred Income Taxes	N/A	N/A

Capital Stock

	Common Stock	Preferred Stock
Par or stated value per share	\$500	None
Shares authorized	50,000	
Shares issued and outstanding	500	
Total par value of stock issued	\$250,000	
Dividends declared per share for year	\$0	

Retained Earnings - Water Division

	Appropriated	Unappropriated
Balance first of year	None	\$24,767
Changes during year (Specify):		
Net Income 2006		(24,487)
Balance end of year		\$280

Proprietary Capital

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

Long Term Debt

Description of obligation	Interest Rate / Pymts	Principal Per Balance Sheet Date
	N/A	None
Total	None	None

Water Utility Plant Accounts

Acct #	Account Name	Previous Year	Additions	Retirements	Current Year
301	Organization	\$0	\$0	\$0	\$0
302	Franchises	0	0	0	0
303	Land and Land Rights	0	0	0	0
304	Structures	14,854	0	0	14,854
305	Collecting and Impounding Reservoirs	0	0	0	0
306	Lake, River and other Intakes	0	0	0	0
307	Wells and springs	19,653	0	0	19,653
308	Infiltration Galleries and Tunnels	0	0	0	0
309	Supply Mains	0	0	0	0
310	Power Generation Equipment	0	0	0	0
311	Pumping Equipment	69,845	8,397	0	78,242
320	Water Treatment Equipment	3,761	0	0	3,761
330	Distribution Reservoirs and Standpipes	0	0	0	0
331	Transmission and Distribution Mains	0	0	0	0
333	Services	0	0	0	0
334	Meters and Meter Installations	108,664	0	0	108,664
335	Hydrants	0	0	0	0
339	Other Plant and Misc. Equipment *	0	0	0	0
340	Office Furniture	0	0	0	0
341	Transportation Equipment *	0	0	0	0
342	Stores Equipment	0	0	0	0
343	Tools, Shop and Garage Equipment	0	0	0	0
344	Laboratory Equipment	0	0	0	0
345	Power Operated Equipment	0	0	0	0
346	Communication Equipment	0	0	0	0
347	Miscellaneous Equipment	760	0	0	760
348	Other Tangible Plant	0	0	0	0
	Total Water Plant	\$217,538	\$8,397	\$0	\$225,935

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT - WATER

Acct #	Account Name	Average Service Life In Years	Average Salvage In %	Depr. Rate Applied	Accumulated Depreciation Previous Year	Debits	Credits	Accumulated Depreciation End of Year
304	Structures	18	0%	Straight Line	\$11,968	0	\$127	\$12,095
305	Collecting and Impounding Reserviors		0%		0	0	0	0
306	Lake, River and other Intakes		0%		0	0	0	0
307	Wells and springs	11	0%	Straight Line	10,255	0	1,428	11,682
308	Infiltration Galleries and Tunnels		0%		0	0	0	0
309	Supply Mains		0%		0	0	0	0
310	Power Generation Equipment		0%		0	0	0	0
311	Pumping Equipment	7	0%	Straight Line	56,101	0	2,582	58,683
320	Water Treatment Equipment	10	0%	Straight Line	911	0	904	1,815
330	Distribution Reserviors and Standpipes		0%		0	0	0	0
331	Transmission and Distribution Mains		0%		0	0	0	0
333	Services		0%		0	0	0	0
334	Meters and Meter Installations	7	0%	Straight Line	50,379	0	15,498	65,877
335	Hydrants		0%		0	0	0	0
339	Other Plant and Misc. Equipment		0%		0	0	0	0
340	Office Furniture		0%		0	0	0	0
341	Transpation Equipment		0%		0	0	0	0
342	Stores Equipment		0%		0	0	0	0
343	Tools, Shop and Garage Equipment		0%		0	0	0	0
344	Laboratory Equipment		0%		0	0	0	0
345	Power Operated Equipment		0%		0	0	0	0
346	Communication Equipment		0%		0	0	0	0
347	Miscellaneous Equipment	7	0%	Straight Line	480	0	109	588
348	Other Tangible Plant		0%		0	0	0	0
	Total Water Plant				\$130,094	\$0	\$20,647	\$150,741

WATER OPERATION AND MAINTENANCE EXPENSE

Account Name	Amount
Salaries and Wages - Employees	\$19,058
Salaries and Wages - Officer	1,200
Employee Pension	0
Purchased Water	0
Purchased Power	29,030
Fuel For Power Production	0
Chemicals	310
Equipment Repair	3,805
Materials and Supplies	1,324
Outside Services	5,441
Rents	1,350
Rate Case Expense	5,197
Legal	0
Transportation Expense	0
Education	910
Water Quality Testing	323
Insurance Expense	16,445
Regulatory Commission Expense	233
Bad Debt Expense	99
Miscellaneous Expense	
Total	\$84,725

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 or organization of any kind whatever, amounting to \$500 or more.

Name of Recipient	Amount	Description of Service
Chamberlein Pump	\$3,500	Repairs to chlorination maze and cleaning well screens.
Total	\$3,500	

SOURCES OF WATER SUPPLY

Surface Water: River 0 Lake 0 Stream 0 Impounding Res. 0
 Ground Water: Springs No. 0 Shallow Wells No. 0 Deep Wells 4

SUPPLY, TRANSMISSION & DISTRIBUTION MAINS (FEET)

Size (Inches)	First of Year	Laid During Year	Total	Abandoned During Year	Taken Up During Yr.	Total	Close of Year
4	2,000	0	2,000	0	0	2,000	2,000
6	2,150	0	2,150	0	0	2,150	2,150
8	7,200	0	7,200	0	0	7,200	7,200
TOTAL	11,350	0	11,350	0	0	11,350	11,350

RESERVOIRS, STANDPIPES AND PURIFICATION SYSTEMS

Number of Reservoirs 1 Capacity in Gallons 250,000
 Number of Standpipes 0 Capacity in Gallons 0
 Method of Purification Gas Chlorination.

SERVICES AND METERS

Services

1/2 in.	3/4 in.	1 in.	1 1/2 in.	2 in.	3 in.	4 in.	6 in.
<u>0</u>	<u>72</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2</u>	<u>2</u>	<u>7</u>

Meters

<u>0</u>	<u>69</u>	<u>0</u>	<u>0</u>	<u>2</u>	<u>2</u>	<u>1</u>	<u>6</u>
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NUMBER AND CLASSIFICATION OF CONSUMERS

-Beginning of Year-

-End of Year-

Classification	Metered	Unmetered	Total	Metered	Unmetered	Total	Increase or Decrease
Residential	27	0	27	27	0	27	0.00
Commercial	3	0	3	3	0	3	0.00
Industrial	0	0	0	0	0	0	0.00
Fire Hydrants	0	0	0	0	0	0	0.00
Governmental	0	0	0	0	0	0	0.00
All Other	0	0	0	0	0	0	0.00
TOTAL	30	0	30	30	0	30	0.00

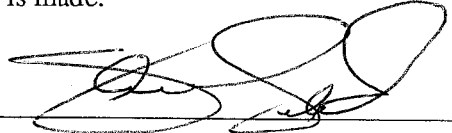
* This customer is only a customer of the sewer utility.

TOTAL PUMPING STATION STATISTICS

Total Amount of Water Obtained by all methods during the Year.
 Maximum Water Obtained all methods during any one day.
 Minimum Amount of Water obtained, all methods during one day.
 Total Amount of Water passed through customers meters during year.
 Range of ordinary pressure on mains 80 lbs. To 120 lbs.
 Range of fire pressure on mains 40 lbs. To 80 lbs.

STATE OF MONTANA)
County of Silverbow)

We, the undersigned, on our oath do severally say that the foregoing return the Fairmont water utility, 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.



Steve Luebeck, Controller

Subscribed and sworn to before me this 27th day of April, 19 2007.

Vicky Toetoe

Vicky Toetoe
