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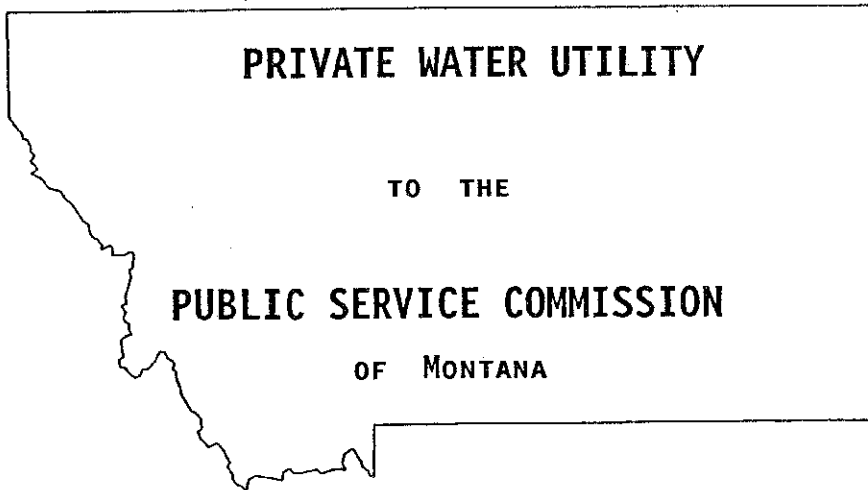
YEAR 2007

ANNUAL REPORT

OF THE

NAME Fairmont Hot Springs Resort-Water

LOCATION Fairmont, Montana



FOR THE YEAR ENDING 12-31-07

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

For the Year Ended December 31, 2007
Date Utility Organized May 9, 2000
Telephone Number (406) 797-3241

Location where books are located Same address as above.

		Contracts:	
Name	Title	Principal Business Address	Salary
Person to Send Correspondence:	Steve Luebeck, General Manager	1500 Fairmont Road, Fairmont, MT 59711	XXXXXXXXXXXXXXXXXX
Person who prepared this report:	Steve Luebeck, CPA General Manager	1500 Fairmont Road, Fairmont, MT 59711	XXXXXXXXXXXXXXXXXX
Officers and Managers:			
Carol Seable	President	Same as above.	N/A
Ed Henrich	Vice President	Same as above.	\$2,400.00
Steve Luebeck	Controller	Same as above.	
Vern Cook	Maintenance Director	Same as above.	11,342.00

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

	Current Year	Previous Year
	2007	2006
GROSS REVENUE		
Metered		
Residential	\$8,771	\$8,205
Commercial	70,132	72,974
Unmetered		
Residential	0	0
Commercial	0	0
TOTAL GROSS REVENUE	\$78,903	\$81,179
OPERATING EXPENSES		
Operation and Maintenance Expense	\$78,000	\$84,725
Depreciation Expense	21,574	20,647
Taxes Other Than Income	237	244
Income Taxes	50	50
TOTAL OPERATING EXPENSE	\$99,861	\$105,666
TOTAL OPERATING INCOME OR LOSS	(\$20,958)	(\$24,487)
Other Income		
Non-utility Income	0	0
Other Deductions		
Non-utility expense	0	0
Interest	0	0
NET INCOME (LOSS)	(\$20,958)	(\$24,487)

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

	2007	2006
Current assets		
Cash	\$1,668,908	\$1,700,465
Accounts receivable	203,361	182,498
Accounts receivable - water/sewer division	(667)	(393)
Inventories	225,141	199,315
Prepaid expenses	314,734	135,047
Total Current Assets	\$2,411,477	\$2,216,932
Property & equipment		
Land & land improvements	\$339,247	\$339,247
Buildings & improvements	4,227,452	4,293,641
Furniture & equipment	4,192,142	4,104,781
Water supply and distribution equipment	229,733	225,935
Sewer equipment	0	0
Construction in progress	0	0
Subtotal	\$8,988,574	\$8,963,604
Less: accumulated depreciation	4,699,639	4,602,661
Net property and equipment	\$4,288,935	\$4,360,943
Intangible asset		
Rate Case - unamortized portion Water	3,464	3,464
Rate Case - unamortized portion Sewer	2,766	2,766
Total intangible asset	\$6,230	\$6,230
Long-term Investment	\$25,000	\$25,000
Total assets	\$6,731,642	\$6,609,105
LIABILITIES AND STOCKHOLDERS EQUITY		
Current Liabilities		
Accounts payable	\$198,851	\$589,738
Accounts payable - water division	0	0
Accrued expenses	443,344	414,306
Total Current Liabilities	\$642,195	\$1,004,044
Long-Term Liabilities		
Deferred income taxes	\$63,770	\$109,826
Total long-term liabilities	\$63,770	\$109,826
Stockholders equity		
Common stock	\$250,000	\$250,000
Retained earnings - general	5,750,781	5,206,436
Retained earnings - water division	(20,678)	280
Retained earning - sewer division	45,574	38,519
Total Stockholders equity	\$6,025,677	\$5,495,235
Total liabilities and stockholders equity	\$6,731,642	\$6,609,105

Accumulated Depreciation and Amortization of Water Utility Plant

Account 108	Current Year	Previous Year
Balance First of Year	\$162,719	\$142,072
Credits During Year	21,574	20,647
Debits Charged to Depreciation Acct.	0	0
Depreciation Expense	0	0
Other Credits (specify)	0	0
Total Credits	\$21,574	\$20,647
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	\$184,294	\$162,719

Contributions in Aid of Construction

Report below all contractor and developer agreements and line extension agreements in 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	\$280
changes during year (Specify):		
Net Income 2006		(20,958)
balance end of year		-\$20,678

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	78,242	3,798	0	82,040
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	\$225,935	\$3,798	\$0	\$229,733

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	\$12,095	0	\$127	\$12,222
305	Collecting and Impounding Reservoirs		0%		0	0	0	0
306	Lake, River and other Intakes		0%		0	0	0	0
307	Wells and springs	11	0%	Straight Line	11,682	0	1,428	13,110
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	58,683	0	4,006	62,690
320	Water Treatment Equipment	10	0%	Straight Line	1,815	0	452	2,267
330	Distribution Reservoirs 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	65,877	0	15,498	81,375
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	588	0	63	652
348	Other Tangible Plant		0%		0	0	0	0
	Total Water Plant				\$150,741	\$0	\$21,574	\$172,316

WATER OPERATION AND MAINTENANCE EXPENSE

Account Name	Amount
Salaries and Wages - Employees	\$23,397
Salaries and Wages - Officer	1,200
Employee Pension	0
Purchased Water	0
Purchased Power	31,166
Fuel For Power Production	0
Chemicals	0
Equipment Repair	7,537
Materials and Supplies	0
Outside Services	6,182
Rents	1,350
Rate Case Expense	3,464
Legal	0
Transportation Expense	0
Education	718
Water Quality Testing	2,986
Insurance Expense	0
Regulatory Commission Expense	0
Bad Debt Expense	0
Miscellaneous Expense	0
Total	\$78,000

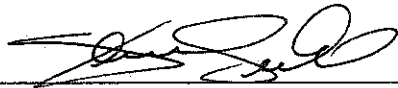
PAYMENTS FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

Report all information concerning legal, 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
Total	\$0	

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 Huebeck, General Manager

Subscribed and sworn to before me this 30th day of April, 19 2008.

Vicky Tscheka

Dick Tscheka
