

YEAR 2015

ANNUAL REPORT

of the

NAME

FLATHEAD UTILITY COMPANY

LOCATION

KALISPELL, MONTANA

PRIVATE WATER UTILITY

TO THE

PUBLIC SERVICE COMMISSION

OF MONTANA

FOR THE YEAR ENDING

31-Jan-16

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

FLATHEAD UTILITY COMPANY

PO Box 1139

(address)

Kalispell, MT 59903

(city, state, zip code)

For Year Ended

01/31/16

Date Utility First Organized

02/07/79

Telephone Number

406-755-5392

Location of books and records

115 KELLY ROAD, KALISPELL, MT 59901

Contacts

Name	Title	Principal Business Address	Salary
Person to send correspondence: John D Billmayer	President	115 Kelly Road, Kalispell	0
Person who prepared this report:			
Officers and Managers: John D Billmayer	President	115 Kelly Road, Kalispell	0
Total Officer and Manager Compensation			

Ownership

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

[illegible]

INCOME STATEMENT

ACCOUNT NAME	Current Year	Previous Year
OPERATING REVENUE:		
Metered		
Residential		
Commercial		
Industrial		
Other		
Unmetered		
Residential		
Commercial		
Industrial		
Fire Protection		
Bulk Sales		
Sale of Materials		
Other		
TOTAL OPERATING REVENUE:	\$ 96,379.00	\$ 79,292.00
OPERATING EXPENSES:		
Operation and Maintenance Expense	86,066.00	64,031.00
Depreciation Expense	1,889.00	4,016.00
Taxes Other than Income	867.00	1,073.00
Deferred Federal Income Taxes	452.00	129.00
Deferred State Income Taxes	218.00	63.00
TOTAL OPERATING EXPENSES	\$ 89,492.00	\$ 69,312.00
NET INCOME (LOSS) from OPERATIONS	\$ 6,887.00	\$ 9,980.00
Other Income:		
Non Utility Income	7,247.00	1,515.00
Capitol Credits	134.00	363.00
TOTAL OTHER INCOME	\$ 7,381.00	\$ 1,878.00
Other Deductions:		
Non-Utility Expenses	11,866.00	11,116.00
Interest Expense	56.00	8.00
TOTAL OTHER DEDUCTIONS	\$ 11,922.00	\$ 11,124.00
NET INCOME (LOSS)	\$ 2,346.00	\$ 734.00

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Current Year	Previous Year
ASSETS:		
Utility Plant in Service	182,455.00	182,455.00
Less: Accumulated Deprec. & Amort.	59,280.00	57,391.00
NET UTILITY PLANT	\$ 123,175.00	\$ 125,064.00
Cash	2,712.00	3,464.00
Customer Accounts Receivable	6,304.00	1,106.00
Other Assets (Specify)		
TOTAL ASSETS OTHER THAN UTILITY PLANT	\$ 9,016.00	\$ 4,570.00
TOTAL ASSETS	\$ 132,191.00	\$ 129,634.00
LIABILITIES AND CAPITAL		
CAPITAL		
Common Stock Issued	500.00	500.00
Preferred Stock Issued		
Other Paid in Capital		
Retained Earnings	7,495.00	5,149.00
Proprietary Capital		
TOTAL CAPITAL	\$ 7,995.00	\$ 5,649.00
LIABILITIES		
Long Term Debt	96,751.00	110,387.00
Accounts Payable	19,595.00	3,553.00
Notes Payable	-	2,793.00
Customer Deposits	7,180.00	7,060.00
Accrued Taxes		
Other Liabilities (Specify)		
Corporate Taxes Payable	670.00	192.00
Advances for Construction		
Contributions in aid of Construction		
TOTAL LIABILITIES	\$ 124,196.00	\$ 123,985.00
TOTAL LIABILITIES AND CAPITAL	\$ 132,191.00	\$ 129,634.00

Accumulated Depreciation and Amortization of Utility Plant		
ACCOUNT 108	Current Year	Previous Year
Balance at First of Year	57,391.00	88,120.00
Credits During the Year:	1,889.00	4,016.00
Accruals Charged to Depreciation Account		
Salvage		
Other Credits (Specify):		
Total Credits	\$ 59,280.00	\$ 92,136.00
Debits During the Year:		
Book Cost of Plant Retired		
Cost of Removal		34,745.00
Other Debits (Specify):		
Total Debits	\$ -	\$ 34,745.00
Balance at End of Year	\$ 59,280.00	\$ 57,391.00

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
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	
Shares Authorized -----	50	
Shares Issued and Outstanding -----	50	
Total par value of stock issued -----	500	
Dividends declared per share for year	N/A	

Retained Earnings		
	Appropriated	Unappropriated
Balance at first of year -----	5149	
Changes during year:		
Net Income (loss) -----	2346	
Dividends -----		
Other (Specify): -----		

Balance end of year	7495	

Proprietary Capital		
	Proprietor or Partner	Partner
Balance at first of year -----		
Changes during year (Specify):		

Balance at end of year		

Long Term Debt			
Description of Obligation	Interest Rate	Payment	Principal at Balance Sheet Date
James J Billmayer -----	Various	Various	96751

Total		\$ -	\$ 96,751.00

Water Utility Plant Accounts

Acct No.	Account Name	Previous Year	Additions	Retirements	Current Year
301	Organization				
302	Franchises				
303	Land & Land Rights	4,350.00			4,350.00
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	8,661.00			8,661.00
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	13,927.00			13,927.00
340	Office Furniture and Equipment	3,004.00			3,004.00
341	Transportation Equipment	9,832.00			9,832.00
342	Stores Equipment				
343	Tools, Shop & Garage Equipment	4,483.00			4,483.00
344	Laboratory Equipment				
345	Power Operated Equipment				
346	Communication Equipment				
347	Miscellaneous Equipment				
348	Other Tangible Plant	138,198.00			138,198.00
Total Water Plant		\$ 182,455.00	\$ -	\$ -	\$ 182,455.00

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				4,825.00		512.00	5,337.00
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				12,617.00		524.00	13,141.00
340	Office Furniture and Equipment				3,004.00			3,004.00
341	Transportation Equipment				7,889.00		777.00	8,666.00
342	Stores Equipment							
343	Tools, Shop & Garage Equipment				4,406.00		76.00	4,482.00
344	Laboratory Equipment							
345	Power Operated Equipment							
346	Communication Equipment							
347	Miscellaneous Equipment							
348	Other Tangible Plant				24,650.00			24,650.00
TOTAL					\$ 57,391.00	\$ -	\$ 1,889.00	\$ 59,280.00

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	11,918.00
Fuel for Power Production	
Chemicals	
Materials and Supplies	18,632.00
Contractual Services	38,874.00
Rents	9,700.00
Transportation Expense	3,399.00
Insurance Expense	
Regulatory Commission Expense	
Bad Debt Expense	
Miscellaneous Expense	3,543.00
TOTAL	\$ 86,066.00

[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: ____ 4

Reservoirs, Standpipes, and Purification System

No. of Reservoirs: _____ Capacity in Gallons: _____

No. of Standpipes: _____ Capacity in Gallons: _____

Method of Purification:

NONE

Services and Meters

Size->	1/2"	3/4 in	1 in	1 1/2 in	2 in	3 in	4 in	6 in	
Services									
Meters		215	63						

Number and Classification of Consumers

	Beginning of Year			End of Year			
Classification	Metered	Unmetered	Total	Metered	Unmetered	Total	Increase (Decrease)
Residential	275		275	278		278	3
Commercial							
Industrial							
Fire Hydrants							
Governmental							
All Other							
Total	275.00	-	275.00	278.00	-	278.00	3.00

Total Pumping Station Statistics

Total Amount of Water Obtained by all methods during the year: 60,642,980 gals.

Maximum Water obtained all methods during any one day: 439,392 gals.

Minimum Amount of Water obtained all methods during one day: 31,574 gals.

Range of ordinary pressure on mains _50-60___ lbs to _75-80___ lbs

Range of fire pressure in mains __n/a__ lbs to __n/a__ lbs

Affidavit

STATE OF MONTANA)

County of _____)

We, the undersigned, on our oath do severally say that the foregoing return of

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)

Subscribed and sworn before me this _____ day of _____, 20 _____

(S E A L)

