

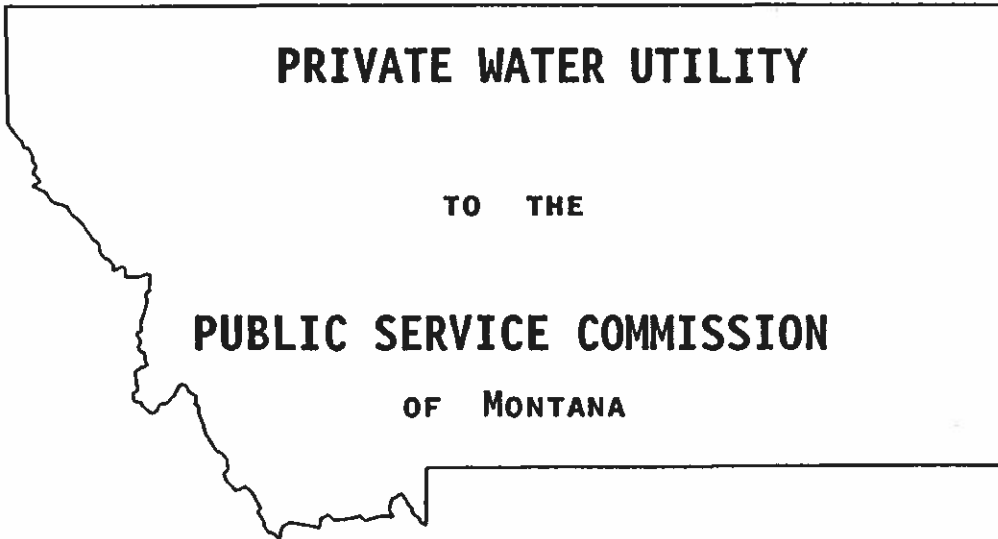
YEAR 2018

# ANNUAL REPORT

of the

NAME Big Mountain Water Company

LOCATION 3812 Big Mountain Road, Whitefish MT 59937



FOR THE YEAR ENDING September 30, 2018

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# REPORT OF

Big Mountain Water Company ("BMWC")

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P.O. Box 1400  
*(address)*

Whitefish, MT 59937  
*(city, state, zip code)*

For Year Ended 9/30/2018

Date Utility First Organized 1979

Telephone Number (406) 862-1946

Location of books and records 3812 Big Mountain Road, Whitefish MT 59937

<b>Contacts</b>			
Name	Title	Principal Business Address	Salary
Person to send correspondence: Sharon Lyon	Corporate Administrator	P.O. Box 1400 Whitefish, MT 59937	No BMWC salary
Person who prepared this report: Randy Whitlock	Treasurer	Same	No BMWC salary
Officers and Managers: Daniel Graves	President	Same	No BMWC salary
Bradley Kincaid	Vice President	Same	No BMWC salary
Randy Whitlock	Treasurer	Same	No BMWC salary
<b>Total Officer and Manager Compensation</b>			

<b>Ownership</b>			
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
Winter sports, Inc.	100%	P.O. Box 1400 Whitefish, MT 59937	Reimbursement for direct expenses

<b>INCOME STATEMENT</b>			
<b>ACCOUNT NAME</b>	<b>Current Year</b>	<b>Previous Year</b>	
<b>OPERATING REVENUE:</b>			
Metered			
Residential	Water usage	184,810.82	174,818.88
Commercial	Meter charges	90,413.47	86,728.23
Industrial	Fire line charges	4,914.19	4,709.16
Other			
Unmetered			
Residential	Hydrant connection		150.00
Commercial	Late payment		
Industrial	Hook-up charges	2,575.00	1,775.00
Fire Protection			
Bulk Sales			
Sale of Materials			
Other			342.10
<b>TOTAL OPERATING REVENUE:</b>	<b>\$</b>	<b>282,713.48</b>	<b>\$</b> 268,523.37
<b>OPERATING EXPENSES:</b>			
Operation and Maintenance Expense		138,700.61	126,547.41
Depreciation Expense		82,219.29	79,900.33
Taxes Other than Income			
Deferred Federal Income Taxes		-	-
Deferred State Income Taxes		-	-
<b>TOTAL OPERATING EXPENSES</b>	<b>\$</b>	<b>220,919.90</b>	<b>\$</b> 206,447.74
<b>NET INCOME (LOSS) from OPERATIONS</b>	<b>\$</b>	<b>61,793.58</b>	<b>\$</b> 62,075.63
<b>Other Income:</b>			
Non Utility Income			
<b>TOTAL OTHER INCOME</b>	<b>\$</b>	<b>-</b>	<b>\$</b> -
<b>Other Deductions:</b>			
Non-Utility Expenses			11,599.09
Interest Expense			
<b>TOTAL OTHER DEDUCTIONS</b>	<b>\$</b>	<b>-</b>	<b>\$</b> 11,599.09
<b>NET INCOME (LOSS)</b>	<b>\$</b>	<b>61,793.58</b>	<b>\$</b> 50,476.54

COMPARATIVE BALANCE SHEET		
ACCOUNT NAME	Current Year	Previous Year
<b>ASSETS:</b>		
Utility Plant in Service	2,115,554.86	2,029,005.46
Less: Accumulated Deprec. & Amort.	1,363,108.02	1,317,729.05
<b>NET UTILITY PLANT</b>	<b>\$ 752,446.84</b>	<b>\$ 711,276.41</b>
Cash	490,616.51	493,635.97
Customer Accounts Receivable	32,859.38	32,515.65
Other Assets (Specify)		
Prepays	371.30	353.50
WIP	63,955.93	12,739.81
.....		
.....		
<b>TOTAL ASSETS OTHER THAN UTILITY PLANT</b>	<b>\$ 587,803.12</b>	<b>\$ 539,244.93</b>
<b>TOTAL ASSETS</b>	<b>\$ 1,340,249.96</b>	<b>\$ 1,250,521.34</b>
<b>LIABILITIES AND CAPITAL</b>		
<b>CAPITAL</b>		
Common Stock Issued	100,000.00	100,000.00
Preferred Stock Issued		
Other Paid in Capital	780,022.86	780,022.86
Retained Earnings	402,242.11	340,448.43
Proprietary Capital		
<b>TOTAL CAPITAL</b>	<b>\$ 1,282,264.97</b>	<b>\$ 1,220,471.29</b>
<b>LIABILITIES</b>		
Long Term Debt		
Accounts Payable	57,984.99	30,050.05
Notes Payable		
Customer Deposits		
Accrued Taxes		-
Other Liabilities (Specify)		
.....		
.....		
.....		
Advances for Construction		
Contributions in aid of Construction		
<b>TOTAL LIABILITIES</b>	<b>\$ 57,984.99</b>	<b>\$ 30,050.05</b>
<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$ 1,340,249.96</b>	<b>\$ 1,250,521.34</b>

Accumulated Depreciation and Amortization of Utility Plant		
ACCOUNT 108	Current Year	Previous Year
Balance at First of Year	1,317,729.05	1,259,668.28
Credits During the Year:		
Accruals Charged to Depreciation Account	82,219.29	79,900.33
Salvage		
Other Credits (Specify):		
.....		
.....		
<b>Total Credits</b>	<b>\$ 1,399,948.34</b>	<b>\$ 1,339,568.61</b>
Debits During the Year:		
Book Cost of Plant Retired	36,840.32	21,839.56
Cost of Removal		
Other Debits (Specify):		
.....		
.....		
<b>Total Debits</b>	<b>\$ 36,840.32</b>	<b>\$ 21,839.56</b>
<b>Balance at End of Year</b>	<b>\$ 1,363,108.02</b>	<b>\$ 1,317,729.05</b>

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	
.....			
.....			
.....			
.....			
<b>TOTAL DURING THE YEAR</b>			<b>\$ -</b>

Accumulated Deferred Income Taxes	
Description	Amount
Accumulated Deferred Income Taxes	
Federal	-
State	-
<b>Total Accumulated Deferred Income Taxes</b>	<b>\$ -</b>

Capital Stock		
	Common Stock	Preferred Stock
Par or stated value per share	10	none
Shares Authorized	20000	none
Shares Issued and Outstanding	10000	none
Total par value of stock issued	100000	none
Dividends declared per share for year	none	none

Retained Earnings		
	Appropriated	Unappropriated
Balance at first of year		340,448.43
Changes during year:		
Net Income (loss)		61,793.68
Dividends		-
Other (Specify):		
.....		
.....		
.....		
Balance end of year		402,242.11

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

Long Term Debt			
Description of Obligation	Interest	Payment	Principal at Balance Sheet Date
	Rate		
.....			
.....			
.....			
.....			
.....			
.....			
.....			
.....			
Total		\$ -	\$ -

## 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	354,576.35	84,330.00		438,906.35
305	Collecting and Impounding Reservoirs	-			-
306	Lake River and Other Intakes	-			-
307	Wells and Springs	422,393.04			422,393.04
308	Infiltration Galleries and Tunnels	-			-
309	Supply Mains	241,891.85			241,891.85
310	Power Generation Equipment	-			-
311	Pumping Equipment	106,984.61	20,690.25		127,674.86
320	Water Treatment Equipment	-			-
330	Distribution Reservoirs and Standpipes	700,708.17			700,708.17
331	Transmission and Distribution Mains	-			-
333	Services	-			-
334	Meters and Meter Installations	107,692.13	18,369.47	36,840.32	89,221.28
335	Hydrants	5,890.02			5,890.02
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	27,450.65			27,450.65
348	Other Tangible Plant	61,418.64			61,418.64
<b>Total Water Plant</b>		<b>\$ 2,029,005.46</b>	<b>\$ 123,389.72</b>	<b>\$ 36,840.32</b>	<b>\$ 2,115,554.86</b>



### 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	12.14	0% SL		269,136.21	2,500.00	13,525.67	280,161.88
305	Collecting and Impounding Reservoirs				-		-	-
306	Lake River and Other Intakes							
307	Wells and Springs	25	0% SL		276,125.65		10,752.53	286,878.18
308	Infiltration Galleries and Tunnels							
309	Supply Mains	18.89	0% SL		199,067.99		5,247.14	204,315.13
310	Power Generation Equipment							
311	Pumping Equipment	10	0% SL		78,521.78	33,786.10	7,721.83	52,457.51
320	Water Treatment Equipment							
330	Distribution Reservoirs and Standpipes	25	0% SL		420,412.12		21,777.30	442,189.42
331	Transmission and Distribution Mains							
333	Services							
334	Meters and Meter Installations	12.5	0% SL		9,553.90	554.22	12,196.68	21,196.36
335	Hydrants	17.5	0% SL		5,376.34		474.17	5,850.51
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	20	0% SL		22,760.07		1,754.53	24,514.60
348	Other Tangible Plant	17.5	0% SL		36,774.99		8,769.44	45,544.43
<b>TOTAL</b>					<b>\$ 1,317,729.05</b>	<b>\$ 36,840.32</b>	<b>\$ 82,219.29</b>	<b>\$ 1,363,108.02</b>

Water Operation and Maintenance Expense	
Account Name	Amount
Contracted Labor - Daily Plant Operations	53,799.51
Contracted Labor - Repairs & Maintenance	18,262.79
Contracted Labor - Accounting & Management	8,698.56
Contracted Labor - Water Reads	1,941.10
Education & Training	335.64
Travel & Lodging	163.88
Meals & Entertainment	116.73
Bank Charges	148.00
Computer Service Agreements	2,760.20
Audit/Consultant Fees	15,173.00
Testing	927.00
Dues & Subscriptions	355.51
Legal - General Business	46.00
Operating Supplies	2,271.92
Postage & Delivery	1,269.10
Repairs & Maintenance	8,091.66
Taxes & Licenses	1,379.08
Other Operating Expenses	125.00
Rent	9,000.00
Utilities	9,846.75
Insurance	3,989.08
<b>TOTAL</b>	<b>\$ 138,700.51</b>

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 of which the aggregate payments during the year to any corporation, partnership, individual, or organization of any kind whatever, amounting to \$500 or more. Utilities having revenue in excess of \$100,000 should report amounts of \$5,000 or more.		
Name of Recipient	Amount	Description of Service
Winter Sports	53,799.51	Contract labor - daily plant ops
Winter Sports	18,262.79	Contract labor - repairs & maint.
Winter Sports	8,698.56	Contract labor - accounting
Winter Sports	1,941.10	Contract labor - meter reads
Winter Sports	1,269.10	Reimb. for postage meter usage
Winter Sports	9,000.00	Rent
Winter Sports	3,989.08	Insurance
Total	96,960.14	(the cost for all such contracted services is based upon actual time worked as reported per individual time sheets)
A-1 Sanitation	1,350.00	Water Line repair
Amtech Coatings, LLC	84,330.00	Water Storage Tank repairs
Billmayer Drilling	20,690.25	Pump Motor replacement
Black Mountain Software	2,228.00	Computer software & service agreement
Carver Engineering	30,920.00	Engineering/Master Plan Drawings
Core & Main	7,538.31	Meters & equipment
Cutting Edge Excavation	60,875.00	PRV station replacement
Dept of Environmental Quality	590.00	Water Sample testing
Evilsizer Law Office, PLLC	3,778.00	Legal/Consulting
Flathead Electric Corp	10,339.00	Electrical utility charges
Montana Environmental Lab	765.00	Water Sample Testing
New Castle Electric, Inc.	1,550.00	Well Control repairs

### Sources of Water Supply

Surface Water: River: \_\_\_\_\_ Lake: \_\_\_\_\_ Stream: \_\_\_\_\_ Impounding Reservoir: \_\_\_\_\_

Ground Water: No. of Springs: \_\_\_\_\_ No. of Shallow Wells: \_\_\_\_\_ No. of Deep Wells: 5

### Reservoirs, Standpipes, and Purification System

No. of Reservoirs: 3 Capacity in Gallons: 1.1 Million gallons

No. of Standpipes: 0 Capacity in Gallons: 0

Method of Purification:

### Services and Meters

Size->	1/2"	5/8"- 3/4"	1 in	1 1/2 in	2 in	3 in	4 in	6 in	
Services									
Meters	0	119	161	19	6	7	0	1	313

### Number and Classification of Consumers

Classification	Beginning of Year			End of Year			Increase (Decrease)
	Metered	Unmetered	Total	Metered	Unmetered	Total	
Residential	305		305	313		313	8
Commercial			0			0	0
Industrial			0			0	0
Fire Hydrants	100		100	100		100	0
Governmental			0			0	0
All Other			0			0	0
<b>Total</b>	<b>405.00</b>	<b>-</b>	<b>405.00</b>	<b>413.00</b>	<b>-</b>	<b>413.00</b>	<b>8</b>

### Total Pumping Station Statistics

Total Amount of Water Obtained by all methods during the year: 23,785,176 gals.

Maximum Water obtained all methods during any one day: 155,000 gals.

Minimum Amount of Water obtained all methods during one day: 17,000 gals.

Range of ordinary pressure on mains 45 lbs to 95 lbs

Range of fire pressure in mains 45 lbs to 95 lbs

Affidavit

STATE OF MONTANA )

County of Flathead )

We, the undersigned, on our oath do severally say that the foregoing return of Big Mountain Water Company 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)

[Signature]  
(Signature)

Subscribed and sworn before me this 10<sup>TH</sup> day of JANUARY, 20 19

[Signature]

(SEAL)

AMANDA L. WEST

