

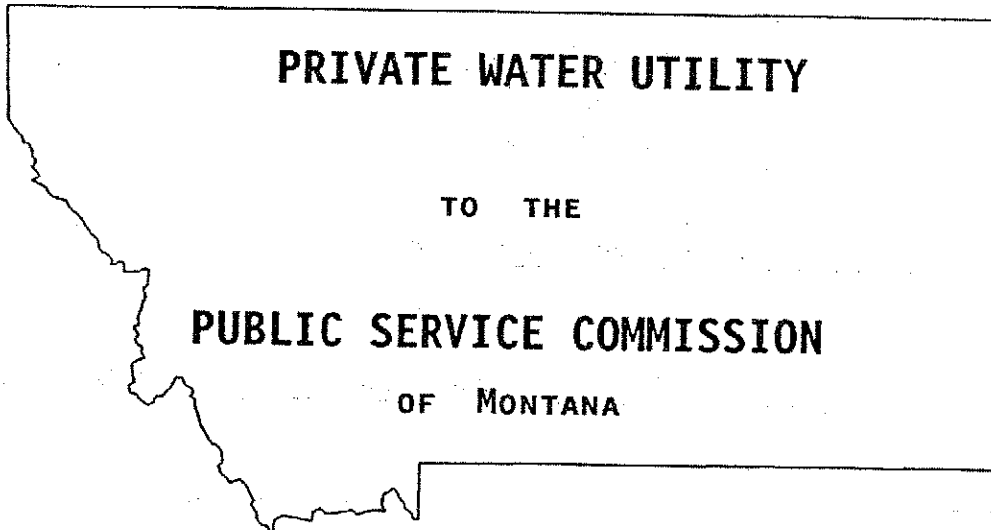
YEAR 2019

ANNUAL REPORT

of the

NAME Holmberg Village Water Company

LOCATION Helena Montana



FOR THE YEAR ENDING 2019

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

Holmberg Village Water, LLC

5368 N Montana Ave.
(address)

Helena, MT 59601
(city, state, zip code)

For Year Ended 12/31/2018

Date Utility First Organized 4/20/2016

Telephone Number 406-442-2949

Location of books and records Offices of Integrated Water Resources

Contacts

Name	Title	Principal Business Address	Salary
Person to send correspondence:	Accounting Manager	P.O. Box 7646 Helena, MT 59604-7646	
Person who prepared this report: Leroy Beeby	Consultant	1620 Townsend Ave Helena, MT 59601	
Officers and Managers:			
Total Officer and Manager Compensation			N/A

Ownership

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

Name	Percent Ownership in Utility	Principle Business Address	Amt Pd by
Wolfe Water dba	100%	P.O. Box 7646	
Integrated Water Resources		Helena, MT 59604-7646	\$ 23,372

INCOME STATEMENT

ACCOUNT NAME	Current Year	Previous Year
OPERATING REVENUE:		
Metered		
Residential	70,440.00	77,976.00
Commercial		
Industrial		
Other		(240.00)
Unmetered		
Residential		
Commercial		
Industrial		
Fire Protection		
Bulk Sales		
Sale of Materials		
Other	(40.00)	(1,530.00)
Cu Ref		
TOTAL OPERATING REVENUE:	\$ 70,400.00	\$ 76,206.00
OPERATING EXPENSES:		
Operation and Maintenance Expense	44,278.75	47,465.00
Depreciation Expense	6,168.13	8,378.00
Taxes Other than Income	3,338.00	2,735.00
Deferred Federal Income Taxes		
Deferred State Income Taxes		
TOTAL OPERATING EXPENSES	\$ 53,784.88	\$ 58,578.00
NET INCOME (LOSS) from OPERATIONS	\$ 16,615.12	\$ 17,628.00
Other Income:		
Non Utility Income		
Late Payment Fees	53.00	235.00
Fire Protection Revenue		
TOTAL OTHER INCOME	\$ 53.00	\$ 235.00
Other Deductions:		
Non-Utility Expenses		
Interest Expense	6,183.00	6,971.00
Bank Charges	3,908.00	365.00
TOTAL OTHER DEDUCTIONS	\$ 10,091.00	\$ 7,336.00
NET INCOME (LOSS)	\$ 6,577.12	\$ 10,527.00

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Current Year	Previous Year
ASSETS:		
Utility Plant in Service	\$ 136,698	\$ 149,031
Less: Accumulated Deprec. & Amort.	\$ 24,161	\$ 19,764
NET UTILITY PLANT	\$ 112,537	\$ 129,267
Cash	\$ 38	\$ 1,103
Customer Accounts Receivable	\$ 29,520	\$ 29,747
Other Assets (Specify)		
Undeposited Funds	\$ 335	\$ 530
Special Deposits	\$ (271)	\$ (271)
TOTAL ASSETS OTHER THAN UTILITY PLANT	\$ 29,622	\$ 31,109
TOTAL ASSETS	\$ 142,159	\$ 160,376
LIABILITIES AND CAPITAL		
CAPITAL		
Common Stock Issued	\$ -	\$ -
Preferred Stock Issued	\$ -	\$ -
Other Paid in Capital		
Retained Earnings		
Proprietary Capital	\$ (980)	\$ (1,632)
TOTAL CAPITAL	\$ (980)	\$ (1,632)
LIABILITIES		
Long Term Debt (Fred Itcaina) MBAC	\$ 85,931	\$ 96,297
Accounts Payable	\$ 23,259	\$ 31,762
Notes Payable		
Customer Deposits		
Accrued Taxes		
Other Liabilities (Specify)		
Loan G/P	\$ 5,500	\$ 5,500
Loan Wolfe Personal	\$ 14,109	\$ 14,109
Loan IWR	\$ 14,340	\$ 14,340
Advances for Construction		
Contributions in aid of Construction		
TOTAL LIABILITIES	\$ 143,139	\$ 162,008
TOTAL LIABILITIES AND CAPITAL	\$ 142,159	\$ 160,376

Accumulated Depreciation and Amortization of Utility Plant		
ACCOUNT 108	Current Year	Previous Year
Balance at First of Year	\$ 19,763	\$ 11,386
Credits During the Year:	\$ 6,168	\$ 8,378
Accruals Charged to Depreciation Account		
Salvage		
Other Credits (Specify):		
Total Credits	\$ 25,931	\$ 19,764
Debits During the Year:		
Book Cost of Plant Retired		
Cost of Removal		
Other Debits (Specify):		
Error Corrections	\$ 1,770	
Total Debits	\$ 1,770	\$ -
Balance at End of Year	\$ 24,161	\$ 19,764

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	
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		
Shares Authorized		
Shares Issued and Outstanding		
Total par value of stock issued		
Dividends declared per share for year		

Retained Earnings

	Appropriated	Unappropriated
Balance at first of year		
Changes during year:		
Net Income (loss)		
Dividends		
Other (Specify):		
Distributions:		
To Balance		
Balance end of year	\$ -	

Proprietary Capital

	Proprietor or Partner	Partner
Balance at first of year	\$ (1,631)	
Changes during year (Specify):		
Net Income	\$ 6,577	
Distributions	\$ (1,000)	
To Balance	\$ (4,926)	
Balance at end of year	\$ (980)	

Long Term Debt

Description of Obligation	Interest Rate	Payment	Principal at Balance Sheet Date
MBAC Loan			
Total		\$ -	\$ -

Water Utility Plant Accounts							
Acct No.	Account Name	Previous Year	Additions	Retirements	Current Year		
301	Organization	\$	-				
302	Franchises						
303	Land & Land Rights	\$	11,700		\$	11,700	
304	Structures and Improvements	\$	7,800		\$	7,800	
305	Collecting and Impounding Reservoirs						
306	Lake River and Other Intakes						
307	Wells and Springs	\$	14,300		\$	14,300	
308	Infiltration Galleries and Tunnels						
309	Supply Mains	\$	16,900		\$	16,900	
310	Power Generation Equipment						
311	Pumping Equipment	\$	3,250		\$	3,250	
320	Water Treatment Equipment						
330	Distribution Reservoirs and Standpipes	\$	18,200		\$	18,200	
331	Transmission and Distribution Mains	\$	19,500		\$	19,500	
333	Services						
334	Meters and Meter Installations	\$	48,931	\$	12,333	\$	36,598
335	Hydrants	\$	2,340		\$	2,340	
339	Other Plant and Misc. Equipment	\$	3,510		\$	3,510	
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	\$	2,600		\$	2,600	
347	Miscellaneous Equipment						
348	Other Tangible Plant						
Total Water Plant		\$	149,031	\$	-	\$	136,698

See Footnote

Meters that were reimbursed were inadvertently capitalized into plant in 2018. This removes them from plant

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	28		3.57%	1,021	\$ 279	\$ 278	\$ 1,020
305	Collecting and Impounding Reservoirs							
306	Lake River and Other Intakes							
307	Wells and Springs	28		3.57%	1,362		\$ 511	\$ 1,873
308	Infiltration Galleries and Tunnels							
309	Supply Mains	48		2.08%	939		\$ 352	\$ 1,291
310	Power Generation Equipment							
311	Pumping Equipment	6		16.67%	1,444		\$ 542	\$ 1,986
320	Water Treatment Equipment							
330	Distribution Reservoirs and Standpipes	43		2.33%	1,129		\$ 424	\$ 1,553
331	Transmission and Distribution Mains	48		2.08%	1,083		\$ 406	\$ 1,489
333	Services							
334	Meters and Meter Installations	12		8.33%	9,675	\$ 1,542	\$ 3,049	\$ 11,182
335	Hydrants	48		2.08%	276	\$ 146	\$ 49	\$ 179
339	Other Plant and Misc. Equipment	13		7.69%	523	\$ (197)	\$ 270	\$ 990
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	3		33.33%	2,311		\$ 289	2,600.00
347	Miscellaneous Equipment							
348	Other Tangible Plant							
TOTAL					\$ 19,763	\$ 1,770	\$ 6,168	\$ 24,161

Depreciation Adjustments	FN-1	FN-2	FN-3	FN-4
Annual Report Accumulated 2018	\$ 1,021	\$ 9,675	\$ 276	\$ 523
Correct Accumulated 2018	\$ 742	\$ 8,133	\$ 130	\$ 720
Adjustment (In debits Column)	\$ 279	\$ 1,542	\$ 146	\$ (197)

2018 Report formulas referred to the wrong box for calculation of depreciation rates primarily caused by the incorrect capitalization of meters in 2018. FN-1 formula used land rather than Wells and Springs asset.

Sources of Water Supply

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

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

Reservoirs, Standpipes, and Purification System

No. of Reservoirs: 1

Capacity in Gallons: 240,000

No. of Standpipes: _____

Capacity in Gallons: _____

Method of Purification: _____

Services and Meters

Size->	1/2"	5/8"	1 in	1 1/2 in	2 in	3 in	4 in	6 in	
Services			111						
Meters			108						

Number and Classification of Consumers

Classification	Beginning of Year			End of Year			Increase (Decrease)
	Metered	Unmetered	Total	Metered	Unmetered	Total	
Residential	108	3	111	108	3	111	0
Commercial							
Industrial							
Fire Hydrants							
Governmental							
All Other							
Total	108	3	111	108	3	111	-

Total Pumping Station Statistics

Total Amount of Water Obtained by all methods during the year: 20,827,700 *

Maximum Water obtained all methods during any one day: 57,062

Minimum Amount of Water obtained all methods during one day: 57,062

Range of ordinary pressure on mains 40 lbs to 65 lbs

Range of fire pressure in mains 40 lbs to 65 lbs

* Total annual volume based on report submitted to DNRC and covers period from

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 _____

(SEAL)
