

CAP-W

ANNUAL REPORT

OF

**Capitol Water Corporation
2626 Eldorado St.
Boise, ID 83704**

IDAHO PUBLIC
UTILITIES COMMISSION

2022 MAY - 2 AM 11:35

RECEIVED

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED 2021

COLES REINSTEIN

Accounting & Consulting

Dennis R. Reinstein, CPA/ABV, ASA, CVA
S. Jason Coles, MBA, CPA/PFS
Keith A. Pinkerton, MBA, CFA, ASA
Susan M. Langley, CPA, CFE

Board of Directors
Capitol Water Corporation
Boise, Idaho

Management is responsible the accompanying financial statements of Capitol Water Corporation, which comprise the balance sheet as of December 31, 2021 and the related statements of income and retained earnings for the year then ended in the accompanying prescribed form of the Idaho Public Utilities Commission. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We have also compiled the supplementary schedules of revenue and expense detail, plant in service detail, accumulated depreciation detail, capital stock detail, detail of long-term debt and system engineering data in the prescribed form of the Idaho Public Utilities Commission. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements and supplementary information are presented in accordance with the requirements of the Idaho Public Utilities Commission, which differ from accounting principles generally accepted in the United States of America.


Boise, ID
April 26, 2022

**ANNUAL REPORT FOR WATER UTILITIES TO
THE IDAHO PUBLIC UTILITIES COMMISSION
FOR THE YEAR ENDING December 31, 2021**

COMPANY INFORMATION

1 Give full name of utility Capitol Water Corporation
 2 Date of Organization April 7, 1959
 3 Organized under the laws of the state of Idaho
 4 Address of Principal Office (number & street) 2626 Eldorado
 5 P.O. Box (if applicable) _____
 6 City Boise
 7 State Idaho
 8 Zip Code 83704
 9 Organization (proprietor, partnership, corp.) Corporation
 10 Towns, Counties served Boise
Ada County

11 Are there any affiliated companies? No

If yes, attach a list with names, addresses & descriptions. Explain any services provided to the utility.

12 Contact Information	Name	Phone No.
President (Owner)	H. Robert Price	375-0931
Vice President		
Secretary	Bonnie Price	375-0931
General Manager	H. Robert Price	375-0931
Complaints or Billing	Bonnie Price	375-0931
Engineering	H. Robert Price	375-0931
Emergency Service	H. Robert Price	375-0931
Accounting	Coles Reinstein PLLC	345-2350

13 Were any water systems acquired during the year or any additions/deletions made to the service area during the year? No

If yes, attach a list with names, addresses & descriptions. Explain any services provided to the utility.

14 Where are the Company's books and records kept?

Street Address 2626 Eldorado
 City Boise
 State Idaho
 Zip 83704

NAME: Capitol Water Corporation

COMPANY INFORMATION (Cont.)

For the Year Ended December 31, 2021

15 Is the system operated or maintained under a service contract? No

16 **If yes:** With whom is the contract? _____
When does the contract expire? _____
What services and rates are included? _____

17 Is water purchased for resale through the system? No

18 **If yes:** Name of Organization _____
Name of owner or operator _____
Mailing Address _____
City _____
State _____
Zip _____

	Gallons/CCF	\$Amount
Water Purchased	_____	_____

19 Has any system(s) been disapproved by the Idaho Division of Environmental Quality? No
If yes, attach full explanation

20 Has the Idaho Division of Environmental Quality recommended any improvements? No
If yes, attach full explanation

21 Number of Complaints received during year concerning:
Quality of Service 4
High Bills 0
Disconnection 0

22 Number of Customers involuntarily disconnected 4

23 Date customers last received a copy of the Summary of Rules required by IDAPA 31.21.01.701? 1-Dec-21
Attach a copy of the Summary

24 Did significant additions or retirements from the Plant Accounts occur during the year? No
If yes, attach full explanation and an updated system map

NAME: Capitol Water Corporation

REVENUE & EXPENSE DETAIL

For the Year Ended December 31, 2021

ACCT #	DESCRIPTION	
<u>400 REVENUES</u>		
1	460 Unmetered Water Revenue	\$ 576,799
2	461.1 Metered Sales - Residential	
3	461.2 Metered Sales - Commercial, Industrial	132,063
4	462 Fire Protection Revenue	-
5	464 Other Water Sales Revenue	50,976
6	465 Irrigation Sales Revenue	
7	466 Sales for Resale	
8	400 Total Revenue (Add Lines 1 - 7) (also enter result on Page 4, line 1)	\$ 759,838
9	* DEQ Fees Billed separately to customers	Booked to Acct # _____
10	** Hookup or Connection Fees Collected	Booked to Acct # _____
11	***Commission Approved Surcharges Collected	- Booked to Acct # 460.5
<u>401 OPERATING EXPENSES</u>		
12	601.1-6 Labor - Operation & Maintenance	83,692
13	601.7 Labor - Customer Accounts	69,562
14	601.8 Labor - Administrative & General	58,800
15	603 Salaries, Officers & Directors	-
16	604 Employee Pensions & Benefits	29,334
17	610 Purchased Water	
18	615-16 Purchased Power & Fuel for Power	88,759
19	618 Chemicals	25,517
20	620.1-6 Materials & Supplies - Operation & Maint.	6,353
21	620.7-8 Materials & Supplies - Administrative & General	20,724
22	631-34 Contract Services - Professional	19,685
23	635 Contract Services - Water Testing	
24	636 Contract Services - Other	8,461
25	641-42 Rentals - Property & Equipment	
26	650 Transportation Expense	7,151
27	656-59 Insurance	8,483
28	660 Advertising	
29	666 Rate Case Expense (Amortization)	
30	667 Regulatory Comm. Exp. (Other except taxes)	
31	670 Bad Debt Expense	919
32	675 Miscellaneous	13,505
33	Total Operating Expenses (Add lines 12 - 32, also enter on Pg 4, line 2)	\$ 440,945

Name: Capitol Water Corporation

INCOME STATEMENT

For Year Ended December 31, 2021

ACCT #	DESCRIPTION		
1	Revenue (From Page 3, line 8)		\$ 759,838
2	Operating Expenses (From Page 3, line 33)	\$ 440,945	
3	403 Depreciation Expense	81,524	
4	406 Amortization, Utility Plant Aquisition Adj.		
5	407 Amortization Exp. - Other		
6	408.10 Regulatory Fees (PUC)	1,486	
7	408.11 Property Taxes	9,849	
8	408.12 Payroll Taxes	16,615	
9A	408.13 Other Taxes (list) DEQ Fees		
9B	Vehicles	294	
9C			
9D			
10	409.10 Federal Income Taxes	34,219	
11	409.11 State Income Taxes	11,341	
12	410.10 Provision for Deferred Income Tax - Federal		
13	410.11 Provision for Deferred Income Tax - State		
14	411 Provision for Deferred Utility Income Tax Credits		
15	412 Investment Tax Credits - Utility		
16	Total Expenses from operations before interest (add lines 2-15)	596,273	
17	413 Income From Utility Plant Leased to Others		
18	414 Gains (Losses) From Disposition of Utility Plant	0	
19	Net Operating Income (Add lines 1, 17 & 18 less line 16)		163,565
20	415 Revenues, Merchandizing Jobbing and Contract Work		
21	416 Expenses, Merchandizing, Jobbing & Contracts		
22	419 Interest & Dividend Income	222	
23	420 Allowance for Funds used During Construction		
24	421 Miscellaneous Non-Utility Income		
25	426 Miscellaneous Non-Utility Expense		
26	408.20 Other Taxes, Non-Utility Operations		
27	409-20 Income Taxes, Non-Utility Operations		
28	Net Non-Utility Income (Add lines 20,22,23 & 24 less lines 21,25,26, & 27)		222
29	Gross Income (add lines 19 & 28)		163,787
30	427.3 Interest Exp. on Long-Term Debt		77
31	427.5 Other Interest Charges		
32	NET INCOME (Line 29 less lines 30 & 31) (Also Enter on Pg 9, Line 2)		\$ 163,710

Name: Capitol Water Corporation

ACCOUNT 101 PLANT IN SERVICE DETAIL
 For Year Ended December 31, 2021

SUB ACCT #	DESCRIPTION	Balance Beginning of Year	Added During Year	Removed During Year	Balance End of Year
1 301	Organization	\$ 3,584			\$ 3,584
2 302	Franchises and Consents	\$ 40,969			\$ 40,969
3 303	Land & Land Rights	\$ 16,410			\$ 16,410
4 304	Structures and Improvements	\$ 146,728	\$ 438		\$ 147,166
5 305	Collecting & Impounding Reservoirs	\$ 2,452			\$ 2,452
6 306	Lake, River & Other Intakes				-
7 307	Wells	\$ 343,130	\$ 944		\$ 344,074
8 308	Infiltration Galleries & Tunnels				-
9 309	Supply Mains	\$ 1,321,665	\$ 9,112		\$ 1,330,777
10 310	Power Generation Equipment	\$ 4,896	\$ 527		\$ 5,423
11 311	Power Pumping Equipment	\$ 291,436			\$ 291,436
12 320	Purification Systems	\$ 25,606			\$ 25,606
13 330	Distribution Reservoirs & Standpipes	\$ 51,981			\$ 51,981
14 331	Trans. & Distrib. Mains & Accessories	\$ 33,848			\$ 33,848
15 333	Services	\$ 1,060,821	\$ 39,545		\$ 1,100,366
16 334	Meters and Meter Installations	\$ 133,226	\$ 599		\$ 133,825
17 335	Hydrants	\$ 5,000			\$ 5,000
18 336	Backflow Prevention Devices				-
19 339	Other Plant & Misc. Equipment	\$ 472	\$ 57		\$ 529
20 340	Office Furniture and Equipment	\$ 35,293			\$ 35,293
21 341	Transportation Equipment	\$ 173,824			\$ 173,824
22 342	Stores Equipment				\$ -
23 343	Tools, Shop and Garage Equipment	\$ 34,717	\$ 4,415		\$ 39,132
24 344	Laboratory Equipment				-
25 345	Power Operated Equipment				-
26 346	Communications Equipment	\$ 928			\$ 928
27 347	Miscellaneous Equipment				-
28 348	Other Tangible Property	\$ 404			\$ 404
29	TOTAL PLANT IN SERVICE (Add lines 1 - 28)	\$ 3,727,390	\$ 55,637	\$ -	\$ 3,783,027

Enter beginning & end of year totals on Pg 7, Line 1

Name: Capitol Water Corporation

ACCUMULATED DEPRECIATION ACCOUNT 108.1 DETAIL

For Year Ended December 31, 2021

SUB ACCT #	DESCRIPTION	Depreciation Rate %	Balance Beginning of Year	Balance End of Year	Increase or (Decrease)
1 304	Structures and Improvements		\$ 126,506	\$ 128,086	\$ 1,580
2 305	Collecting & Impounding Reservoirs		\$ 2,452	\$ 2,452	\$ -
3 306	Lake, River & Other Intakes				-
4 307	Wells		\$ 251,241	\$ 256,550	\$ 5,309
5 308	Infiltration Galleries & Tunnels				-
6 309	Supply Mains		\$ 1,134,921	\$ 1,148,497	\$ 13,576
7 310	Power Generation Equipment		\$ 1,460	\$ 1,668	\$ 208
8 311	Power Pumping Equipment		\$ 212,311	\$ 219,171	\$ 6,860
9 320	Purification Systems		\$ 22,479	\$ 22,723	\$ 244
10 330	Distribution Reservoirs & Standpipes		\$ 4,232	\$ 6,293	\$ 2,061
11 331	Trans. & Distrib. Mains & Accessories		\$ 17,149	\$ 18,344	\$ 1,195
12 333	Services		\$ 721,786	\$ 749,354	\$ 27,568
13 334	Meters and Meter Installations		\$ 105,939	\$ 108,090	\$ 2,151
14 335	Hydrants		\$ 717	\$ 917	\$ 200
15 336	Backflow Prevention Devices				-
16 339	Other Plant & Misc. Equipment		\$ 18	\$ 38	\$ 20
17 340	Office Furniture and Equipment		\$ 30,426	\$ 31,446	\$ 1,020
18 341	Transportation Equipment		\$ 96,970	\$ 114,694	\$ 17,724
19 342	Stores Equipment				-
20 343	Tools, Shop and Garage Equipment		\$ 28,287	\$ 30,083	\$ 1,796
21 344	Laboratory Equipment				-
22 345	Power Operated Equipment				-
23 346	Communications Equipment		\$ 927	\$ 927	\$ -
24 347	Miscellaneous Equipment				-
25 348	Other Tangible Property		\$ 126	\$ 138	12
26	TOTALS (Add Lines 1 - 25)		\$ 2,757,947	\$ 2,839,471	\$ 81,524

Enter beginning & end of year totals on Pg 7, Line 7

Name: Capitol Water Corporation

BALANCE SHEET

For Year Ended December 31, 2021

ASSETS		Balance	Balance	Increase
ACCT #	DESCRIPTION	Beginning of Year	End of Year	or (Decrease)
1 101	Utility Plant in Service (From Pg 5, Line 29)	\$ 3,727,390	3,783,027	\$ 55,637
2 102	Utility Plant Leased to Others			-
3 103	Plant Held for Future Use			-
4 105	Construction Work in Progress			-
5 114	Utility Plant Aquisition Adjustment			-
6	Subtotal (Add Lines 1 - 5)	\$ 3,727,390	\$ 3,783,027	\$ 55,637
7 108.1	Accumulated Depreciation (From Pg 6, Line 26)	\$ 2,757,947	\$ 2,839,471	\$ 81,524
8 108.2	Accum. Depr. - Utility Plant Lease to Others			-
9 108.3	Accum. Depr. - Property Held for Future Use			-
10 110.1	Accum. Amort. - Utility Plant in Service			-
11 110.2	Accum. Amort. - Utility Plant Lease to Others			-
12 115	Accumulated Amortization - Aquisition Adj.			-
13	Net Utility Plant (Line 6 less lines 7 - 12)	\$ 969,443	\$ 943,556	\$ (25,887)
14 123	Investment in Subsidiaries			-
15 125	Other Investments	\$ -	-	\$ -
16	Total Investments (Add lines 14 & 15)	\$ -	-	\$ -
17 131	Cash	\$ 167,799	\$ 321,724	\$ 153,925
18 135	Short Term Investments			-
19 141	Accts/Notes Receivable - Customers	\$ 21,506	\$ 16,178	\$ (5,328)
20 142	Other Receivables			-
21 145	Receivables from Associated Companies			-
22 151	Materials & Supplies Inventory	\$ -	-	\$ -
23 162	Prepaid Expenses	\$ -	\$ 2,694	\$ 2,694
24 173	Unbilled (Accrued) Utility Revenue			-
25 143	Provision for Uncollectable Accounts			-
26	Total Current (Add lines 17 -24 less line 25)	\$ 189,305	\$ 340,596	\$ 151,291
27 181	Unamortized Debt Discount & Expense			-
28 183	Preliminary Survey & Investigation Charges			-
29 184	Deferred Rate Case Expenses			-
30 186	Other Deferred Charges			-
31	Total Assets (Add lines 13, 16 & 26 - 30)	\$ 1,158,748	\$ 1,284,152	\$ 125,404

Name: Capitol Water Corporation

BALANCE SHEET

For Year Ended December 31, 2021

<u>LIABILITIES & CAPITAL</u>		Balance	Balance	Increase
ACCT #	DESCRIPTION	Beginning of Year	End of Year	or (Decrease)
1	201-3 Common Stock	\$ 10,000	\$ 10,000	-
2	204-6 Preferred Stock			-
3	207-13 Miscellaneous Capital Accounts	\$ 29,200	\$ 29,200	-
4	214 Appropriated Retained Earnings			-
5	215 Unappropriated Retained Earnings	\$ 849,969	\$ 921,564	\$ 71,595
6	216 Reacquired Capital Stock			-
7	218 Proprietary Capital			-
8	Total Equity Capital (Add Lines 1-5+7 less line 6)	\$ 889,169	\$ 960,764	\$ 71,595
9	221-2 Bonds	\$ 5,000	\$ 5,000	-
10	223 Advances from Associated Companies			-
11	224 Other Long - Term Debt			-
12	231 Accounts Payable	\$ 7,717	\$ 12,246	\$ 4,529
13	232 Notes Payable			-
14	233 Accounts Payable - Associated Companies			-
15	235 Customer Deposits (Refundable)			-
16	236.11 Accrued Other Taxes Payable	\$ 5,307	\$ 5,164	\$ (143)
17	236.12 Accrued Income Taxes Payable	\$ 15,400	\$ 27,480	\$ 12,080
18	236.2 Accrued Taxes - Non-Utility			-
19	237-40 Accrued Debt, Interest & Dividends Payable			-
20	241 Misc. Current & Accrued Liabilities			-
21	251 Unamortized Debt Premium			-
22	252 Advances for Construction	\$ 246,884	\$ 280,602	\$ 33,718
23	253 Other Deferred Liabilities			-
24	255.1 Accumulated Investment Tax Credits - Utility			-
25	255.2 Accum. Investment Tax Credits - Non-Utility			-
26	261-5 Operating Reserves			-
27	271 Contributions in Aid of Construction	\$ 132,843	\$ 136,468	3,625
28	272 Accum. Amort. of Contrib. in Aid of Const. **	\$ (143,572)	\$ (143,572)	-
29	281-3 Accumulated Deferred Income Taxes			-
30	Total Liabilities (Add lines 9 - 29)	\$ 269,579	\$ 323,388	\$ 53,809
31	TOTAL LIAB & CAPITAL (Add lines 8 & 30)	\$ 1,158,748	\$ 1,284,152	\$ 125,404

**** Only if Commission Approved**

Name: Capitol Water Corporation

STATEMENT OF RETAINED EARNINGS

For Year Ended December 31, 2021

1	Retained Earnings Balance @ Beginning of Year	\$ 889,169
2	Amount Added from Current Year Income (From Pg 4, Line 32)	163,710
3	Other Credits to Account	_____
4	Dividends Paid or Appropriated	(84,584)
5	Other Distributions of Retained Earnings	(7,531)
6	Retained Earnings Balance @ End of Year	<u>\$ 960,764</u>

CAPITAL STOCK DETAIL

7	Description (Class, Par Value etc.)	No. Shares Authorized	No. Shares Outstanding	Dividends Paid
	Common Stock	250	100	84,584.00

DETAIL OF LONG-TERM DEBT

8	Description	Interest Rate	Year-end Balance	Interest Paid	Interest Accrued
	Advances for Construction	N/A		None	
	Debentures	10%	5,000.00	500.00	
	Note- R. Price	9%	0.00	-	
	Note- Bayhill	7.87%	0.00	0.00	
	Note- B of A	7.25%	0.00	0.00	

Name: Capitol Water Corporation

SYSTEM ENGINEERING DATA

For Year Ended December 31, 2021

1 Provide an updated system map if significant changes have been made to the system during the year.

2 Water Supply:

Pump Designation or location	Rated Capacity (gpm)	Type of Treatment: (None, Chlorine Fluoride Filter etc.)	Annual Production (000's Gal.)	Water Supply Source (Well, Spring, Surface Wtr)
Well #1	350	Phosphate		Well
Well #2 - inoperative	450	None		Well
Well #3	350	Phosphate		Well
Well #4	2000	Phosphate		Well
Well #5 - redrilled in 2002	1500	Phosphate		Well
Well #6	1500	ASR		Well
Well #7	1500	Phosphate		Well

3 System Storage:

Storage Designation or Location	Total Capacity 000's Gal.	Usable Capacity 000's Gal.	Type of Reservoir (Elevated, Pressurized, Boosted)	Construction (Wood, Steel Concrete)
Well #1	1500		Pressurized Steel	
Well #2				
Well #3				
Well #4				
Well #5				
Well #6				
Well #7				

(Duplicate form and attach if necessary. Asterisk facilities added this year.)

Name: Capitol Water Corporation

**SYSTEM ENGINEERING DATA
(continued)**

For Year Ended December 31, 2021

4 Pump information for ALL system pumps, including wells and boosters.

Designation or Location & Type of Pump**	Horse Power	Rated Capacity (gpm)	Discharge Pressure (psi)	Energy Used This Year
Well #1	30	350	70	
Well #2- inoperative	25			
Well #3	100	350	70	
Well #4	200	2000	60	
Well #5	150	1500	75	
Well #6	150	1500	70	
Well #7	150	1500	75	

**** Submit pump curves unless previously provided or unavailable. Asterisk facilities added this year. Attach additional sheets if inadequate space is available on this page.**

- 5 If Wells are metered:
- | | |
|---|--------------------|
| What was the total amount pumped this year? | <u>703,151,000</u> |
| What was the total amount pumped during peak month? | <u>104,471,000</u> |
| What was the total amount pumped on the peak day? | <u>4,392,000</u> |
- 6 If customers are metered, what was the total amount sold in peak month? N/A
- 7 Was your system designed to supply fire flows? Yes
If Yes: What is current system rating? Included
- 8 How many times were meters read this year? Daily
 During which months? Jan to Dec
- 9 How many additional customers could be served with no system improvements except a service line and meter? Unknown
 How many of those potential additions are vacant lots? Unknown
- 10 Are backbone plant additions anticipated during the coming year? No
If Yes, attach an explanation of projects and anticipated costs!
- 11 In what year do you anticipate that the system capacity (supply, storage or distribution) will have to be expanded? Unknown

Name: Capitol Water Corporation

**SYSTEM ENGINEERING DATA
(continued)**

For Year Ended December 31, 2021

FEET OF MAINS

1	Pipe Size	In Use Beginning Of Year	Installed During Year	Abandoned During Year	In Use End of Year
	10"	600			600
	2"	7,966			7,966
	4"	23,740			23,740
	6"	76,874			76,874
	8"	42,765			42,765
	12"	2,380			2,380
	3/4"	59,193			59,193
	1"	4,918			4,918
	1 1/2"	290			290

CUSTOMER STATISTICS

	Number of Customers		Thousands of Gallons Sold	
	This Year	Last Year	This Year	Last Year
2 Metered:				
2A Residential				
2B Commercial	275	269		
2C Industrial				
3 Flat Rate:				
3A Residential	2498	2499		
3B Commercial	0	0		
3C Industrial	0	0		
4 Private Fire Protection	30	27		
5 Public Fire Protection	182	180		
6 Street Sprinkling				
7 Municipal, Other				
8 Other Water Utilities				
TOTALS (Add lines 2 through 8)	2985	2975	0	0

