

ANNUAL REPORT

OF

Algoma Water Company

NAME

67 Wild Horse Trail, Sandpoint, ID 83864

ADDRESS

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED 2021

ANNUAL REPORT FOR WATER UTILITIES TO THE IDAHO PUBLIC UTILITIES COMMISSION
FOR THE YEAR ENDING 12/31/21

COMPANY INFORMATION

- 1 Give full name of utility Algoma Water Company
- 2 Date of Organization 5/15/1984
- 3 Organized under the laws of the state of Idaho
- 4 Address of Principal Office (number & street) 67 Wild Horse Trail
- 5 P.O. Box (if applicable) _____
- 6 City Sandpoint
- 7 State Idaho
- 8 Zip Code 83864
- 9 Organization (proprietor, partnership, corp.) Sole Proprietor
- 10 Towns, Counties served Algoma, Bonner
- _____
- _____
- _____
- 11 Are there any affiliated companies? (yes or no) 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)	Robert Carrier	702-689-1061
Vice President	_____	_____
Secretary	_____	_____
General Manager	_____	_____
Complaints or Billing	Debbie Haines	208-265-4270
Engineering	Bob Hansen	208-265-4270
Emergency Service	Bob Hansen	208-265-4270
Accounting	Debbie Haines	208-265-4270

- 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 67 Wild Horse Trail
- City Sandpoint
- State Idaho
- Zip 83864

ANNUAL REPORT FOR WATER UTILITIES TO THE IDAHO PUBLIC UTILITIES COMMISSION

NAME: Algoma Water Company

COMPANY INFORMATION (Cont.)

For the Year Ended

12/31/2021

15 Is the system operated or maintained under a service contract? Yes

16 If yes: With whom is the contract? Water Systems Management

When does the contract expire? Ongoing

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 Department of Environmental Quality? No

If yes, attach full explanation

20 Has the Idaho Department of Environmental Quality recommended any improvements? No

If yes, attach full explanation

21 Number of Complaints received during year concerning:
Quality of Service 0

High Bills 0

Disconnection 0

22 Number of Customers involuntarily disconnected 0

23 Date customers last received a copy of the Summary of Rules required by IDAPA 31.21.01.701? _____

Attach a copy of the Summary

24 Did significant additions or retirements from the Plant Accounts occur during the year? _____

If yes, attach full explanation and an updated system map

ANNUAL REPORT FOR WATER UTILITIES TO THE IDAHO PUBLIC UTILITIES COMMISSION

NAME: Algoma Water Company

REVENUE & EXPENSE DETAIL

For the Year Ended

12/31/2021

SUB ACCT	DESCRIPTION		
400 REVENUES			
1 460	Unmetered Water Revenue	\$ 9,717.00	
2 461.1	Metered Sales - Residential		
3 461.2	Metered Sales - Commercial, Industrial		
4 462	Fire Protection Revenue		
5 464	Other Water Sales Revenue		
6 465	Irrigation Sales Revenue		
7 466	Sales for Resale		
8 400	Total Revenue (Add Lines 1 - 7)	\$ 9,717.00	
	(also enter result on Page 4, line 1)		
			Booked to Acct # _____
9 *	DEQ Fees Billed separately to customers		Booked to Acct # _____
10 **	Hookup or Connection Fees Collected		Booked to Acct # _____
11 ***	Commission Approved Surcharges Collected		
401 OPERATING EXPENSES			
12 601.1-6	Labor - Operation & Maintenance		
13 601.7	Labor - Customer Accounts		
14 601.8	Labor - Administrative & General		
15 603	Salaries, Officers & Directors		
16 604	Employee Pensions & Benefits		
17 610	Purchased Water		
18 615-16	Purchased Power & Fuel for Power	\$ 2,146.14	
19 618	Chemicals		
20 620.1-6	Materials & Supplies - Operation & Maint.	\$ 4,483.30	
21 620.7-8	Materials & Supplies - Administrative & General		
22 631-34	Contract Services - Professional	\$ 2,890.35	
23 635	Contract Services - Water Testing	\$ 287.76	
24 636	Contract Services - Other		
25 641-42	Rentals - Property & Equipment		
26 650	Transportation Expense		
27 656-59	Insurance		
28 660	Advertising		
29 666	Rate Case Expense (Amortization)		
30 667	Regulatory Comm. Exp. (Other except taxes)		
31 670	Bad Debt Expense		
32 675	Miscellaneous	\$ 487.18	
33	Total Operating Expenses (Add lines 12 - 32, also enter on Pg 4, line 2)	\$ 10,294.73	

ANNUAL REPORT FOR WATER UTILITIES TO THE IDAHO PUBLIC UTILITIES COMMISSION

NAME: Algoma Water Company

INCOME STATEMENT

For the Year Ended

12/31/2021

SUB ACCT	DESCRIPTION		
1	Revenue (From Page 3, line 8)		\$ 9,717.00
2	Operating Expenses (From Page 3, line 33)		\$ 10,294.73
3 403	Depreciation Expense		
4 406	Amortization, Utility Plant Aquisition Adj.		
5 407	Amortization Exp. - Other		
6 408.10	Regulatory Fees (PUC)		
7 408.11	Property Taxes		\$ 322.32
8 408.12	Payroll Taxes		
9A 408.13	Other Taxes (list) DEQ Fees		
9B			
9C			
9D			
10 409.10	Federal Income Taxes		
11 409.11	State Income Taxes		
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)		\$ 10,617.05
17 413	Income From Utility Plant Leased to Others		
18 414	Gains (Losses) From Disposition of Utility Plant		
19	Net Operating Income (Add lines 1, 17 & 18 less line 16)		\$ (900.05)
20 415	Revenues, Merchandizing Jobbing and Contract Work		
21 416	Expenses, Merchandizing, Jobbing & Contracts		
22 419	Interest & Dividend Income		
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)		\$ -
29	Gross Income (add lines 19 & 28)		\$ (900.05)
30 427.3	Interest Exp. on Long-Term Debt		
31 427.5	Other Interest Charges		
32	NET INCOME (Line 29 less lines 30 & 31), (Also Enter on Pg 9, Line 2)		\$ (900.05)

ANNUAL REPORT FOR WATER UTILITIES TO THE IDAHO PUBLIC UTILITIES COMMISSION

NAME: Algoma Water Company

ACCOUNT 101 PLANT IN SERVICE DETAIL

			For the Year Ended			12/31/2021
			Balance	Added	Removed	Balance
			Beginning	During	During	End of
SUB ACCT	DESCRIPTION		of Year	Year	Year	Year
1	301	Organization				\$ -
2	302	Franchises and Consents				\$ -
3	303	Land & Land Rights	\$ 27,800.00			\$ 27,800.00
4	304	Structures and Improvements	\$ 764.83			\$ 764.83
5	305	Collecting & Impounding Reservoirs				\$ -
6	306	Lake, River & Other Intakes				\$ -
7	307	Wells	\$ 594.09			\$ 594.09
8	308	Infiltration Galleries & Tunnels				\$ -
9	309	Supply Mains				\$ -
10	310	Power Generation Equipment				\$ -
11	311	Power Pumping Equipment	\$ 2,332.08			\$ 2,332.08
12	320	Purification Systems				\$ -
13	330	Distribution Reservoirs & Standpipes	\$ 2,068.77			\$ 2,068.77
14	331	Trans. & Distrib. Mains & Accessories	\$ 15,066.23			\$ 15,066.23
15	333	Services				\$ -
16	334	Meters and Meter Installations				\$ -
17	335	Hydrants				\$ -
18	336	Backflow Prevention Devices				\$ -
19	339	Other Plant & Misc. Equipment				\$ -
20	340	Office Furniture and Equipment				\$ -
21	341	Transportation Equipment				\$ -
22	342	Stores Equipment				\$ -
23	343	Tools, Shop and Garage Equipment				\$ -
24	344	Laboratory Equipment				\$ -
25	345	Power Operated Equipment				\$ -
26	346	Communications Equipment				\$ -
27	347	Miscellaneous Equipment				\$ -
28	348	Other Tangible Property				\$ -
						\$ -
29		TOTAL PLANT IN SERVICE	\$ 48,626.00	\$ -	\$ -	\$ 48,626.00

(Add lines 1 - 28) Enter beginning & end of year totals on Pg 7, Line 1

ANNUAL REPORT FOR WATER UTILITIES TO THE IDAHO PUBLIC UTILITIES COMMISSION

NAME: Algoma Water Company

ACCUMULATED DEPRECIATION ACCOUNT 108.1 DETAIL

For the Year Ended

12/31/2021

SUB ACCT		DESCRIPTION	Depreciation Rate %	Balance Beginning of Year	Balance End of Year	Increase or (Decrease)
1	304	Structures and Improvements		\$ 768.83	\$ 768.83	\$ -
2	305	Collecting & Impounding Reservoirs			\$ -	\$ -
3	306	Lake, River & Other Intakes			\$ -	\$ -
4	307	Wells		\$ 594.09	\$ 594.09	\$ -
5	308	Infiltration Galleries & Tunnels			\$ -	\$ -
6	309	Supply Mains			\$ -	\$ -
7	310	Power Generation Equipment			\$ -	\$ -
8	311	Power Pumping Equipment		\$ 2,332.08	\$ 2,332.08	\$ -
9	320	Purification Systems			\$ -	\$ -
10	330	Distribution Reservoirs & Standpipes			\$ -	\$ -
11	331	Trans. & Distrib. Mains & Accessories		\$ 8,040.00	\$ 8,040.00	\$ -
12	333	Services				\$ -
13	334	Meters and Meter Installations				\$ -
14	335	Hydrants				\$ -
15	336	Backflow Prevention Devices				\$ -
16	339	Other Plant & Misc. Equipment				\$ -
17	340	Office Furniture and Equipment				\$ -
18	341	Transportation Equipment				\$ -
19	342	Stores Equipment				\$ -
20	343	Tools, Shop and Garage Equipment				\$ -
21	344	Laboratory Equipment				\$ -
22	345	Power Operated Equipment				\$ -
23	346	Communications Equipment				\$ -
24	347	Miscellaneous Equipment				\$ -
25	348	Other Tangible Property				\$ -
26		TOTALS (Add Lines 1 - 25)		\$ 11,735.00	\$ 11,735.00	\$ -

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

ANNUAL REPORT FOR WATER UTILITIES TO THE IDAHO PUBLIC UTILITIES COMMISSION

NAME: Algoma Water Company

BALANCE SHEET

			For the Year Ended		12/31/2021
ASSETS			Balance	Balance	Increase
SUB ACCT	DESCRIPTION		Beginning	End of	or
			of Year	Year	(Decrease)
1	101	Utility Plant in Service (From Pg 5, Line 29)	\$ 48,626.00	\$ 48,626.00	\$ -
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)	\$ 48,626.00	\$ 48,626.00	\$ -
7	108.1	Accumulated Depreciation (From Pg 6, Line 26)	\$ 11,735.00	\$ 11,735.00	\$ -
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)	\$ 36,891.00	\$ 36,891.00	\$ -
14	123	Investment in Subsidiaries			\$ -
15	125	Other Investments			\$ -
16		Total Investments (Add lines 14 & 15)	\$ -	\$ -	\$ -
17	131	Cash	\$ 2,391.93	\$ 1,257.43	\$ (1,134.50)
18	135	Short Term Investments			\$ -
19	141	Accts/Notes Receivable - Customers	\$ 408.70	\$ 363.25	\$ (45.45)
20	142	Other Receivables		\$ 189.00	\$ 189.00
21	145	Receivables from Associated Companies			\$ -
22	151	Materials & Supplies Inventory			\$ -
23	162	Prepaid Expenses			\$ -
24	173	Unbilled (Accrued) Utility Revenue			\$ -
25	143	Provision for Uncollectable Accounts			\$ -
26		Total Current (Add lines 17 - 24, less line 25)	\$ 2,800.63	\$ 1,809.68	\$ (990.95)
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)	\$ 39,691.63	\$ 38,700.68	\$ (990.95)

ANNUAL REPORT FOR WATER UTILITIES TO THE IDAHO PUBLIC UTILITIES COMMISSION

NAME: Algoma Water Company

BALANCE SHEET

		For the Year Ended		<u>12/31/2021</u>
		Balance	Balance	Increase
		Beginning	End of	or
SUB ACCT	DESCRIPTION	of Year	Year	(Decrease)
1	201-3 Common Stock			
2	204-6 Preferred Stock			
3	207-13 Miscellaneous Capital Accounts			
4	214 Appropriated Retained Earnings			
5	215 Unappropriated Retained Earnings			
6	216 Reacquired Capital Stock			
7	218 Proprietary Capital			
8	Total Equity Capital (Add Lines 1-5+7 less line 6)	\$ -	\$ -	\$ -
9	221-2 Bonds			
10	223 Advances from Associated Companies	\$ 39,691.63	\$ 38,700.68	\$ (990.95)
11	224 Other Long - Term Debt			
12	231 Accounts Payable			
13	232 Notes Payable			
14	233 Accounts Payable - Associated Companies			
15	235 Customer Deposits (Refundable)			
16	236.11 Accrued Other Taxes Payable			
17	236.12 Accrued Income Taxes Payable			
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			
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			
28	272 Accum. Amort. of Contrib. in Aid of Const. **			
29	281-3 Accumulated Deferred Income Taxes			
30	Total Liabilities (Add lines 9 - 29)	\$ 39,691.63	\$ 38,700.68	\$ (990.95)
31	TOTAL LIABILITIES & CAPITAL (Add lines 8 & 30)	\$ 39,691.63	\$ 38,700.68	\$ (990.95)

** Only If Commission Approved

ANNUAL REPORT FOR WATER UTILITIES TO THE IDAHO PUBLIC UTILITIES COMMISSION

NAME: Algoma Water Company

STATEMENT OF RETAINED EARNINGS

For the Year Ended

12/31/2021

1	Retained Earnings Balance @ Beginning of Year			
2	Amount Added from Current Year Income (From Pg 4, Line 32)		\$	(900.05)
3	Other Credits to Account			
4	Dividends Paid or Appropriated			
5	Other Distributions of Retained Earnings			
6	Retained Earnings Balance @ End of Year			

CAPITAL STOCK DETAIL

		No. Shares Authorized	No. Shares Outstanding	Dividends Paid
7	Description (Class, Par Value etc.)			
				\$ -

DETAIL OF LONG-TERM DEBT

	Description	Interest Rate	Year-end Balance	Interest Paid	Interest Accrued
8					
	Totals		\$ -	\$ -	\$ -

ANNUAL REPORT FOR WATER UTILITIES TO THE IDAHO PUBLIC UTILITIES COMMISSION

NAME: Algoma Water Company

SYSTEM ENGINEERING DATA

For the Year Ended

12/31/2021

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)
TOTALS			0	

3 System Storage:

Storage Designation or Location	Total Capacity 000's Gal.	Usable Capacity 000's Gal.	Type of Reservoir	Construction
			(Elevated Pressurized Boosted)	(Wood, Steel Concrete)

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

ANNUAL REPORT FOR WATER UTILITIES TO THE IDAHO PUBLIC UTILITIES COMMISSION

NAME: Algoma Water Company

SYSTEM ENGINEERING DATA Continued

For the Year Ended

12/31/2021

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

Designation or Location & Type of Pump**	Rated Horse power (hp)	Rated Capacity (gpm)	Discharge Pressure (psi)	Energy used this Year (Kwh)

** 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? 000's gal. _____
 - What was the total amount pumped during peak month? 000's gal. _____
 - What was the total amount pumped on the peak day? gal. _____
- 6 If customers are metered, what was the total amount sold in peak month? 000's gal. _____
- 7 Was your system designed to supply fire flows? _____
If Yes: What is current system rating? _____
- 8 How many times were meters read this year? _____
 During which months? _____
- 9 How many additional customers could be served with no system improvements except a service line and meter? _____
 How many of those potential additions are vacant lots? _____
- 10 Are backbone plant additions anticipated during the coming year? _____
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? _____

ANNUAL REPORT FOR WATER UTILITIES TO THE IDAHO PUBLIC UTILITIES COMMISSION

NAME: Algoma Water Company

SYSTEM ENGINEERING DATA Continued

For the Year Ended

12/31/2021

FEET OF MAINS

1	Pipe Size	In Use	Installed	Abandoned	In Use
		Beginning Of Year	During Year	During Year	End of Year

CUSTOMER STATISTICS

	Number of Customers		Thousands of Gallons Sold	
	This Year	Last Year	This Year	Last Year
2 Metered:				
2A Residential				
2B Commercial				
2C Industrial				
3 Flat Rate:				
3A Residential	22	22		
3B Commercial	5	5		
3C Industrial				
4 Private Fire Protection				
5 Public Fire Protection				
6 Street Sprinkling				
7 Municipal, Other				
8 Other Water Utilities				
TOTALS (Add lines 2 through 8)	27	27	0	0

ANNUAL REPORT FOR WATER UTILITIES TO THE IDAHO PUBLIC UTILITIES COMMISSION

CERTIFICATE

State of Idaho)
) ss
County of BONNER)

WE, the undersigned Debbie Haines
and _____
of the _____

utility, on our oath do severally say that the foregoing report has been prepared under our direction, from the original books, papers and records of said utility; that we have carefully examined same, and declare the same to be a correct statement of the business and affairs of said utility for the period covered by the report in respect to each and every matter and thing therein set forth, to the best of our knowledge, information and belief.

(Chief Officer)

Debbie Haines
(Officer in Charge of Accounts)

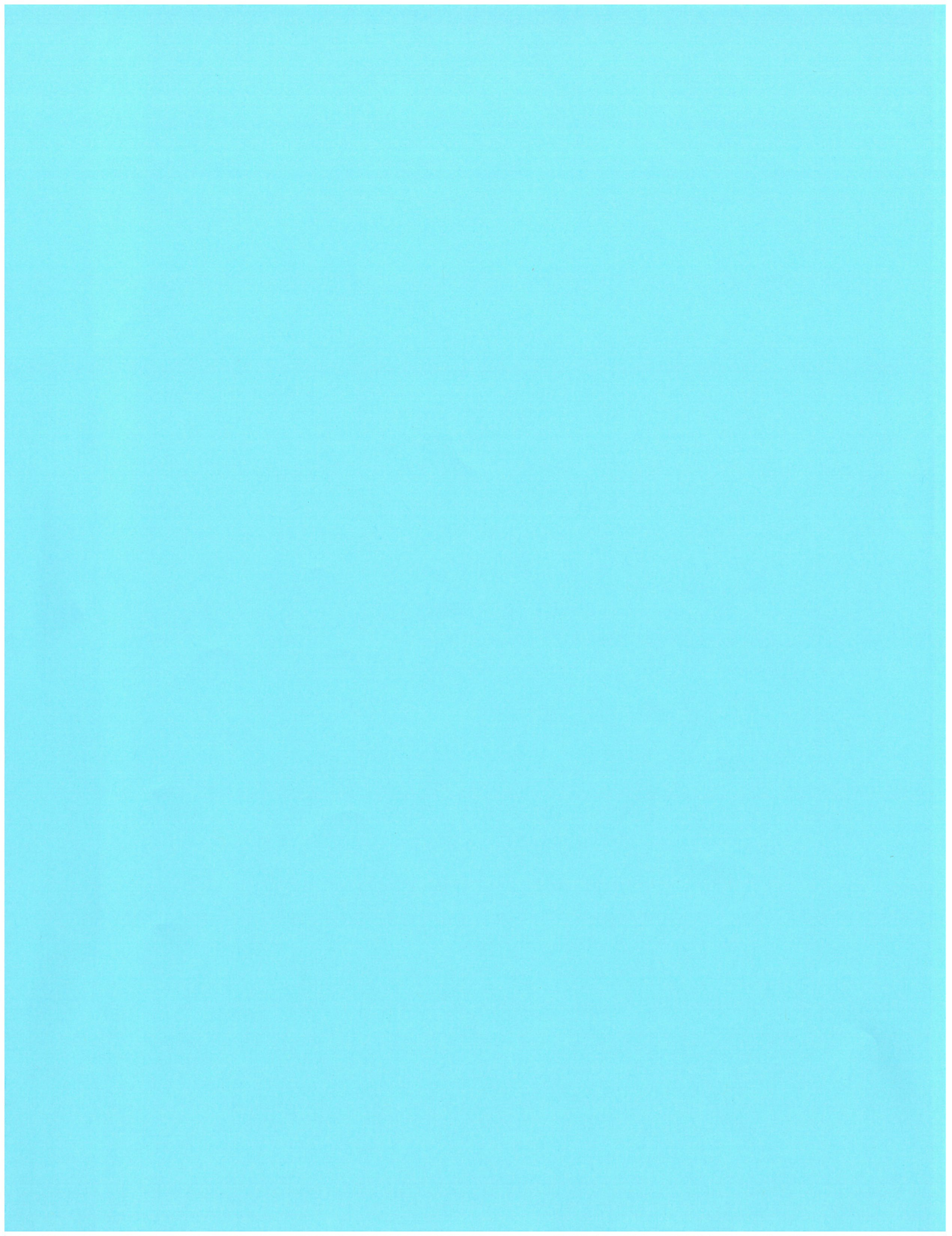
Subscribed and Sworn to Before Me

this 8 day of May, 2023
[Signature]
NOTARY PUBLIC



My Commission Expires 04/15/2027

gdk/excel/jnelson/anulrpts/wtrannualrpt



The first part of the document discusses the importance of maintaining accurate records of all transactions. It emphasizes that every entry, no matter how small, should be recorded to ensure the integrity of the financial statements. This includes not only sales and purchases but also expenses, income, and transfers between accounts.

The second part of the document provides a detailed explanation of the accounting cycle. It outlines the ten steps involved in the process, from identifying the accounting entity to preparing financial statements. Each step is described in detail, with examples provided to illustrate the concepts.

The third part of the document focuses on the classification of accounts. It explains how to distinguish between assets, liabilities, and equity accounts, and how to further subdivide them into current and non-current categories. This classification is essential for preparing the balance sheet and the statement of financial position.

The fourth part of the document discusses the recording of transactions. It covers the process of debiting and crediting accounts, and how to ensure that the accounting equation remains balanced. It also provides examples of how to record various types of transactions, such as sales, purchases, and adjustments.

The fifth part of the document addresses the closing process. It explains how to transfer the balances of temporary accounts (revenues, expenses, and dividends) to the permanent accounts (retained earnings and dividends). This process is crucial for preparing the income statement and the statement of retained earnings.

The sixth part of the document discusses the preparation of financial statements. It outlines the steps involved in creating the income statement, the balance sheet, and the statement of retained earnings. It also provides examples of how to format these statements and how to interpret the results.

The seventh part of the document covers the use of adjusting entries. It explains how to record adjustments for accrued revenues, accrued expenses, prepaid expenses, and depreciation. These adjustments are necessary to ensure that the financial statements reflect the true financial position of the company at the end of the period.

The eighth part of the document discusses the importance of internal controls. It outlines the key components of an internal control system, including segregation of duties, authorization, and documentation. These controls are essential for preventing errors and fraud, and for ensuring the accuracy of the financial records.

The ninth part of the document covers the use of the accounting system. It discusses the different types of accounting systems, such as manual and computerized systems, and the advantages and disadvantages of each. It also provides examples of how to use these systems to record and process transactions.

The tenth part of the document discusses the role of the accountant. It outlines the responsibilities of an accountant, including recording transactions, preparing financial statements, and providing financial advice to management. It also discusses the ethical considerations that accountants must be aware of in their work.