ANNUAL REPORT

OF

ISLAND PARK WATER COMPANY
NAME

1045 SYRINGA DRIVE; IDAHO FALLS, IDAHO 83401
ADDRESS

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2004

ANNUAL REPORT FOR WATER UTILITIES TO
THE IDAHO PUBLIC UTILITIES COMMISSION
FOR THE YEAR ENDING 12/31/2004

COMPANY INFORMATION

1	Give full name of utility	Island Park Water Company
	Telephone Area Code (208-522-8033)	
	E-mail address	
2	Date of Organization	5/1/1976
3	Organized under the laws of the state of	Idaho
4	Address of Principal Office (number & street)	1045 Syringa Drive
5	P.O. Box (if applicable)	
6	City	Idaho Falls
7	State	Idaho
8	Zip Code	83401
9	Organization (proprietor, partnership, corp.)	Corporation
10	Towns, Counties served	Fremont County
11	Are there any affiliated companies?	None

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

12 Contact Information	Name	Phone No.
President (Owner)		
Vice President		
Secretary		
General Manager	David Benton	208-522-8033
Complaints or Billing	David Benton	208-529-5046
Engineering	David Benton	208-522-8033
Emergency Service	Bill Warner	208-558-7903
Accounting	LaMar John	208-524-5171

13 Were any water systems acquired during the year or any additions/deletions made to the service area during the year? **None**

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	325 South Woodruff
City	Idaho Falls
State	Idaho
Zip	83401

NAME: Island Park Water Company

COMPANY INFORMATION (Cont.)

For the Year Ended 12/31/2004

15 Is the system operated or maintained under a service contract? N/A

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? N/A

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 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? No

If yes, attach full explanation

and an updated system map

NAME: Island Park Water Company

REVENUE & EXPENSE DETAIL

For the Year Ended 12/31/2004

	ACCT #	DESCRIPTION		
		400 REVENUES		
1	460	Unmetered Water Revenue	37413.18	
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) (also enter result on Page 4, line 1)		37413.18
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 #
		401 OPERATING EXPENSES		
12	601.1-6	Labor - Operation & Maintenance	7680.42	
13	601.7	Labor - Customer Accounts		
14	601.8	Labor - Administrative & General	2000.00	
15	603	Salaries, Officers & Directors		
16	604	Employee Pensions & Benefits		
17	610	Purchased Water		
18	615-16	Purchased Power & Fuel for Power	7346.13	
19	618	Chemicals		
20	620.1-6	Materials & Supplies - Operation & Maint.	149.52	
21	620.7-8	Materials & Supplies - Administrative & General	391.50	
22	631-34	Contract Services - Professional	1740.00	
23	635	Contract Services - Water Testing	5475.12	
24	636	Contract Services - Other		
25	641-42	Rentals - Property & Equipment	1200.00	
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		
33		**Total Operating Expenses (Add lines 12 - 32, also enter on Pg 4, line 2)**		25982.69

Name: Island Park Water Company

INCOME STATEMENT

For Year Ended 12/31/2004

	ACCT #	DESCRIPTION			
1		Revenue (From Page 3, line 8)		37413.18	
2		Operating Expenses (From Page 3, line 33)	25982.69		
3	403	Depreciation Expense	4907.00		
4	406	Amortization, Utility Plant Aquisition Adj.			
5	407	Amortization Exp. - Other			
6	408.10	Regulatory Fees (PUC)	-27.18		
7	408.11	Property Taxes	1669.54		
8	408.12	Payroll Taxes			
9A	408.13	Other Taxes (list) DEQ Fees	150.00		
9B					
9C					
9D					
10	409.10	Federal Income Taxes			
11	409.11	State Income Taxes	20.00		
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)		32702.05	
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)			4711.13
20	415	Revenues, Merchandizing Jobbing and Contract Work			
21	416	Expenses, Merchandizing, Jobbing & Contracts			
22	419	Interest & Dividend Income		55.29	
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)			55.29
29		Gross Income (add lines 19 & 28)			4766.42
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)			4766.42

Name: Island Park Water Company

ACCOUNT 101 PLANT IN SERVICE DETAIL

For Year Ended 12/31/2004

	SUB ACCT #	DESCRIPTION	Balance Beginning of Year	Added During Year	Removed During Year	Balance End of Year
1	301	Organization				
2	302	Franchises and Consents				
3	303	Land & Land Rights				
4	304	Structures and Improvements				
5	305	Collecting & Impounding Reservoirs				
6	306	Lake, River & Other Intakes				
7	307	Wells	29,045.00	2,905.93		31,950.93
8	308	Infiltration Galleries & Tunnels				
9	309	Supply Mains				
10	310	Power Generation Equipment				
11	311	Power Pumping Equipment	30,038.98			30,038.98
12	320	Purification Systems				
13	330	Distribution Reservoirs & Standpipes				
14	331	Trans. & Distrib. Mains & Accessories				
15	333	Services	9,733.75			9,733.75
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 (Add lines 1 - 28)	**68,817.73**	**2,905.93**	**-**	**71,723.66**

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

Name: Island Park Water Company

ACCUMULATED DEPRECIATION ACCOUNT 108.1 DETAIL

For Year Ended 12/31/2004

	SUB ACCT #	DESCRIPTION	Depreciation Rate %	Balance Beginning of Year	Balance End of Year	Increase or (Decrease)
1	304	Structures and Improvements				
2	305	Collecting & Impounding Reservoirs				
3	306	Lake, River & Other Intakes				
4	307	Wells	5%	7,326.95	8,785.25	1,458.30
5	308	Infiltration Galleries & Tunnels				
6	309	Supply Mains				
7	310	Power Generation Equipment				
8	311	Power Pumping Equipment	5%	4,471.88	5,973.83	1,501.95
9	320	Purification Systems				
10	330	Distribution Reservoirs & Standpipes				
11	331	Trans. & Distrib. Mains & Accessories				
12	333	Services	20%	81.11	2,027.86	1,946.75
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)		11,879.94	16,786.94	4,907.00

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

Name: Island Park Water Company

BALANCE SHEET

For Year Ended 12/31/2004

	ACCT #	ASSETS DESCRIPTION	Balance Beginning of Year	Balance End of Year	Increase or (Decrease)
1	101	Utility Plant in Service (From Pg 5, Line 29)	68,817.73	71,723.66	2,905.93
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)	68,817.73	71,723.66	2,905.93
7	108.1	Accumulated Depreciation (From Pg 6, Line 26)	11,879.94	16,786.94	4,907.00
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)	56,937.79	54,936.72	(2,001.07)
14	123	Investment in Subsidiaries			
15	125	Other Investments			
16		Total Investments (Add lines 14 & 15)	-	-	-
17	131	Cash	11,653.31	40,012.30	28,358.99
18	135	Short Term Investments			
19	141	Accts/Notes Receivable - Customers			
20	142	Other Receivables			
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)	11,653.31	40,012.30	28,358.99
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)**	68,591.10	94,949.02	26,357.92

Name: Island Park Water Company

BALANCE SHEET

For Year Ended 12/31/2004

	ACCT #	LIABILITIES & CAPITAL DESCRIPTION	Balance Beginning of Year	Balance End of Year	Increase or (Decrease)
1	201-3	Common Stock			
2	204-6	Preferred Stock			
3	207-13	Miscellaneous Capital Accounts			
4	214	Appropriated Retained Earnings	(44,129.97)	(39,363.55)	4,766.42
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)	(44,129.97)	(39,363.55)	4,766.42
9	221-2	Bonds			
10	223	Advances from Associated Companies			
11	224	Other Long - Term Debt			
12	231	Accounts Payable	391.50	783.00	391.50
13	232	Notes Payable	112,329.57	133,529.57	21,200.00
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	112,721.07	134,312.57	21,591.50
31		**TOTAL LIAB & CAPITAL (Add lines 8 & 30)**	68,591.10	94,949.02	26,357.92

**** Only if Commission Approved**

Name: Island Park Water Company

STATEMENT OF RETAINED EARNINGS

For Year Ended 12/31/2004

1	Retained Earnings Balance @ Beginning of Year	(44,129.97)
2	Amount Added from Current Year Income (From Pg 4, Line 32)	4,766.42
3	Other Credits to Account	
4	Dividends Paid or Appropriated	
5	Other Distributions of Retained Earnings	
6	Retained Earnings Balance @ End of Year	(39,363.55)

CAPITAL STOCK DETAIL

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

DETAIL OF LONG-TERM DEBT

	Description	Interest Rate	Year-end Balance	Interest Paid	Interest Accrued
8					

Name: Island Park Water Company

SYSTEM ENGINEERING DATA

For Year Ended 12/31/2004

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)

3 System Storage:

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

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

Name: Island Park Water Company

SYSTEM ENGINEERING DATA
(continued)
For Year Ended 12/31/2004

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

**** 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? _____
What was the total amount pumped during peak month? _____
What was the total amount pumped on the peak day? _____

6 If customers are metered, what was the total amount sold in peak month? _____

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? _____

Name: Island Park Water Company

SYSTEM ENGINEERING DATA
(continued)
For Year Ended 12/31/2004

FEET OF MAINS

1 Pipe Size	In Use Beginning Of Year	Installed During Year	Abandoned During Year	In Use 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				
3B	Commercial				
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)				

Annual Report for Water Utilities
Year Ended December 31, 2004

ENGINEERING

1. Provide updated system map which clearly shows the location of all facilities as described herein.

2. Water Supply:

Pump Designation or Location	Water[1] Supply Sources (Well, Spring Surface Wt.)	Rated Capacity (gpm)	Actual Annual Production (000 Gals.)	Type of Treatment: (None, Chlorine Floride, Filter, etc.)	Metered (Yes - No)
GOOSEBAY	WELL	28	2.022		NO

[1] If source of supply is pumped, provide additional pump information under Item 4.

3. System Storage:

Storage Designation or Location	Type of Reservoir (Elevated, Pressurized, Boosted)	Construction: (Concrete, Wood Steel)	Reservoir Storage (Gallons)	Capacity To Distribution (gpm)

(Duplicate Form & Attach if Necessary - Asterisk Facilities Added This Year)

Annual Report for Water Utilities
Year Ended December 31, 2004

ENGINEERING
(cont'd.)

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

Pump Designation or Location	Type (a) of Pump	HP Rating Name-Plate	Energy Used This Year (Kwh)	Actual Annual Discharge (000 Gal.)	Rated Capacity (gpm)	Discharge Pressure or TDH (psi)
GODSEPAY		3HP	4,126	2,022	28 gpm	(50)

(a) Submit pump curves unless previously provided or unavailable.
Asterisk facilities added this year.
Duplicate the form and attach if necessary.

	Gallons
5. What was total water diverted or pumped into system this year?	2,022,000
6. What was total water diverted or pumped into system during peak month?	466,000
7. What was total water diverted or pumped into system during peak day?	—
8. What were your total system losses this year?	540,000
9. Was your system designed to supply fire water flows?	NO
If yes, what is current system rating?	—
10. How many times this year did you read customer meters?	—

During which months? —

11. 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? _____

12. What backbone plant additions or replacements are anticipated during the coming year and what are their approximate costs? _____

13. What is your best guess as to the year system capacity (supply, storage or distribution) will next have to be expanded? _____

Annual Report for Water Utilities
Year Ended December 31, 2004

ENGINEERING
(cont'd.)

Gooseboy

Feet of Mains

Size	In Use Beginning Of Year	Installed During Year	Abandoned During Year	In Use Close of Year
6"	260'			260'
4"	3740'			3740'
3"	2520'			2520'
2"	540'			540'
1½"	140'			140'

WATER STATISTICS

	NUMBER OF CUSTOMERS		GALLONS SOLD	
	This Year	Last Year	This Year	Last Year
Metered				
Residence				
Commercial				
Industrial				
Flat Rate				
Residence	38			
Commercial				
Industrial				
Private Fire Protection				
Public Fire Protection				
Street Sprinkling				
Municipal Other				
Other Water Utilities				
TOTALS	38			

Annual Report for Water Utilities
Year Ended December 31, 2004

ENGINEERING

Shotgun North

1. Provide updated system map which clearly shows the location of all facilities as described herein.

2. Water Supply:

Pump Designation or Location	Water[1] Supply Sources (Well, Spring Surface Wt.)	Rated Capacity (gpm)	Actual Annual Production (000 Galls.)	Type of Treatment: (None, Chlorine Floride, Filter, etc.)	Metered (Yes - No)
SHOTGUN No. #2	WELL	20	289		NO
" #3	WELL	50	2027		NO

[1] If source of supply is pumped, provide additional pump information under Item 4.

3. System Storage:

Storage Designation or Location	Type of Reservoir (Elevated, Pressurized, Boosted)	Construction: (Concrete, Wood Steel)	Reservoir Storage (Gallons)	Capacity To Distribution (gpm)

(Duplicate Form & Attach if Necessary - Asterisk Facilities Added This Year)

Annual Report for Water Utilities
Year Ended December 31, 2004

ENGINEERING
(cont'd.)

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

Pump Designation or Location	Type (a) of Pump	HP Rating Name-Plate	Energy Used This Year (Kwh)	Actual Annual Discharge (000 Gal.)	Rated Capacity (gpm)	Discharge Pressure or TDH (psi)
S.N. #2	submer.	1.5	590	289	20	(50) psi
S.N. #3	"	5.0	4136	2,027	50	(50) psi

(a) Submit pump curves unless previously provided or unavailable.
Asterisk facilities added this year.
Duplicate the form and attach if necessary.

	Gallons
5. What was total water diverted or pumped into system this year?	2,316,000
6. What was total water diverted or pumped into system during peak month?	379,000
7. What was total water diverted or pumped into system during peak day?	—
8. What were your total system losses this year?	300,000
9. Was your system designed to supply fire water flows?	NO
If yes, what is current system rating?	—
10. How many times this year did you read customer meters?	—

During which months? —

11. 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? _____

12. What backbone plant additions or replacements are anticipated during the coming year and what are their approximate costs? _____

13. What is your best guess as to the year system capacity (supply, storage or distribution) will next have to be expanded? _____

Annual Report for Water Utilities
Year Ended December 31, 2004

ENGINEERING
(cont'd.)

Shotgun North

Feet of Mains

Size	In Use Beginning Of Year	Installed During Year	Abandoned During Year	In Use Close of Year
4"	160'			160'
3"	760'			760'
2½"	2640'			2640'
2"	1400'			1400'

WATER STATISTICS

	NUMBER OF CUSTOMERS		GALLONS SOLD	
	This Year	Last Year	This Year	Last Year
Metered				
Residence				
Commercial				
Industrial				
Flat Rate				
Residence	74			
Commercial				
Industrial				
Private Fire Protection				
Public Fire Protection				
Street Sprinkling				
Municipal Other				
Other Water Utilities				
TOTALS	74			

Annual Report for Water Utilities
Year Ended December 31, 2004

ENGINEERING

1. Provide updated system map which clearly shows the location of all facilities as described herein.

2. Water Supply: SHOTGUN SOUTH

Pump Designation or Location	Water[1] Supply Sources (Well, Spring Surface Wt.)	Rated Capacity (gpm)	Actual Annual Production (000 Galls.)	Type of Treatment: (None, Chlorine Floride, Filter, etc.)	Metered (Yes - No)
STEVENS	WELL	10	49		NO
KICKAPOO	WELL	75	763		"
CHEROKEE	WELL	75	935		"
CHOCTAW	WELL	75	3,441		"

[1] If source of supply is pumped, provide additional pump information under Item 4.

3. System Storage:

Storage Designation or Location	Type of Reservoir (Elevated, Pressurized, Boosted)	Construction: (Concrete, Wood Steel)	Reservoir Storage (Gallons)	Capacity To Distribution (gpm)

(Duplicate Form & Attach if Necessary - Asterisk Facilities Added This Year)

Annual Report for Water Utilities
Year Ended December 31, 2004

Shotgun South

ENGINEERING
(cont'd.)

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

Pump Designation or Location	Type (a) of Pump	HP Rating Name-Plate	Energy Used This Year (Kwh)	Actual Annual Discharge (000 Gal.)	Rated Capacity (gpm)	Discharge Pressure or TDH (psi)
STEVENS		3/4	101	49	10	(50) psi
KICKAPOO		5	1557	763	75	(50) psi
CHEROKEE		5	1909	935	75	(50) psi
CHOCTAW		5	7023	3441	75	(50) psi

(a) Submit pump curves unless previously provided or unavailable.
Asterisk facilities added this year.
Duplicate the form and attach if necessary.

	Gallons
5. What was total water diverted or pumped into system this year?	5,188,000
6. What was total water diverted or pumped into system during peak month?	1,219,000
7. What was total water diverted or pumped into system during peak day?	—
8. What were your total system losses this year?	890,000
9. Was your system designed to supply fire water flows?	ND
If yes, what is current system rating?	—
10. How many times this year did you read customer meters?	—
During which months?	—

11. 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? _____

12. What backbone plant additions or replacements are anticipated during the coming year and what are their approximate costs? _____

13. What is your best guess as to the year system capacity (supply, storage or distribution) will next have to be expanded? _____

Annual Report for Water Utilities
Year Ended December 31, 2004

Shotgun South

ENGINEERING
(cont'd.)

Feet of Mains

Size	In Use Beginning Of Year	Installed During Year	Abandoned During Year	In Use Close of Year
6"	440'			440'
4"	3180'			3180'
3"	2740'			2740'
2"	5400'			5400'
1½"	240'			240'

WATER STATISTICS

	NUMBER OF CUSTOMERS		GALLONS SOLD	
	This Year	Last Year	This Year	Last Year
Metered				
Residence				
Commercial				
Industrial				
Flat Rate				
Residence	97			
Commercial				
Industrial				
Private Fire Protection				
Public Fire Protection				
Street Sprinkling				
Municipal Other				
Other Water Utilities				
TOTALS	97			

Annual Report for Water Utilities
Year Ended December 31, 2004

ENGINEERING

1. Provide updated system map which clearly shows the location of all facilities as described herein.

2. Water Supply:

Pump Designation or Location	Water[1] Supply Sources (Well, Spring Surface Wt.)	Rated Capacity (gpm)	Actual Annual Production (000 Galls.)	Type of Treatment: (None, Chlorine Floride, Filter, etc.)	Metered (Yes - No)
VALLEY VIEW #1	WELL	18	1,632		NO
VALLEY VIEW #2	WELL	11	37		NO

[1] If source of supply is pumped, provide additional pump information under Item 4.

3. System Storage:

Storage Designation or Location	Type of Reservoir (Elevated, Pressurized, Boosted)	Construction: (Concrete, Wood Steel)	Reservoir Storage (Gallons)	Capacity To Distribution (gpm)

(Duplicate Form & Attach if Necessary - Asterisk Facilities Added This Year)

Annual Report for Water Utilities
Year Ended December 31, 2004

ENGINEERING
(cont'd.)

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

Pump Designation or Location	Type (a) of Pump	HP Rating Name-Plate	Energy Used This Year (Kwh)	Actual Annual Discharge (000 Gal.)	Rated Capacity (gpm)	Discharge Pressure or TDH (psi)
VALLEY VIEW #1		3 HP	3405	1,632	18	(50) psi
VALLEY VIEW #2		1 HP	75	37	11	(50) psi

(a) Submit pump curves unless previously provided or unavailable.
Asterisk facilities added this year.
Duplicate the form and attach if necessary.

	Gallons
5. What was total water diverted or pumped into system this year?	1,669,000
6. What was total water diverted or pumped into system during peak month?	119,000
7. What was total water diverted or pumped into system during peak day?	—
8. What were your total system losses this year?	1,016,000

9. Was your system designed to supply fire water flows? NO
If yes, what is current system rating? —

10. How many times this year did you read customer meters? N/A
During which months? N/A

11. 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? _____

12. What backbone plant additions or replacements are anticipated during the coming year and what are their approximate costs? _____

13. What is your best guess as to the year system capacity (supply, storage or distribution) will next have to be expanded? _____

Annual Report for Water Utilities
Year Ended December 31, 2004

Valley View

ENGINEERING
(cont'd.)

Feet of Mains

Size	In Use Beginning Of Year	Installed During Year	Abandoned During Year	In Use Close of Year
4"	460'			460'
3"	1340'			1340'
2"	5790'			5790'

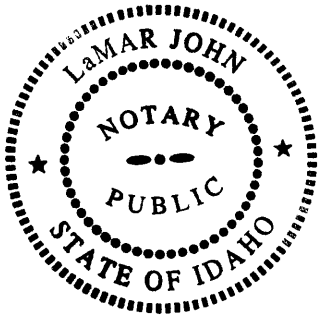
WATER STATISTICS

	NUMBER OF CUSTOMERS		GALLONS SOLD	
	This Year	Last Year	This Year	Last Year
Metered				
Residence				
Commercial				
Industrial				
Flat Rate				
Residence	4			
Commercial				
Industrial				
Private Fire Protection				
Public Fire Protection				
Street Sprinkling				
Municipal Other				
Other Water Utilities				
TOTALS	4			

CERTIFICATE

State of Idaho)
) ss
County of Bonneville)

WE, the undersigned _David Benton_____
and_____ David Benton_____
of the_____Island Park Water Company_____
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 therin set forth, to the best of our knowledge, information and belief.



David E. Benton
(Chief Officer)

David E. Benton
(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me

this 13th day of May, 2005

LaMar John
NOTARY PUBLIC

My Commission Expires 5-18-2007

gdk/excel/jnelson/anulrpts/wtrannualrpt