

MSW-W

ANNUAL REPORT

OF

Mayfield Springs Water Company, Inc.
NAME

1710 S. Wells Ave, Ste 110
Meridian, ID 83642
ADDRESS

IDAHO PUBLIC
UTILITIES COMMISSION

2017 JUN 23 AM 11:08

RECEIVED

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED 2016

**ANNUAL REPORT FOR WATER UTILITIES TO
THE IDAHO PUBLIC UTILITIES COMMISSION
FOR THE YEAR ENDING December 31, 2016**

COMPANY INFORMATION

1 Give full name of utility Mayfield Springs Water Company, Inc.
 Telephone Area Code () (208) 888-9946
 E-mail address Larry@Westpark.com
 2 Date of Organization April 2, 2007
 3 Organized under the laws of the state of Idaho
 4 Address of Principal Office (number & street) 1710 S. Wells Ave. Ste 110
 5 P.O. Box (if applicable) P.O. Box 344
 6 City Meridian
 7 State ID
 8 Zip Code 83680
 9 Organization (proprietor, partnership, corp.) Corporation
 10 Towns, Counties served Kuna, Ada, Arrowrock Subdivision only

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)	<u>Gregory B. Johnson</u>	<u>(208) 888-9946</u>
Vice President		
Secretary	<u>Lawrence C. Squires</u>	<u>(208) 854-7355</u>
General Manager		
Complaints or Billing	<u>Lawrence C. Squires</u>	<u>(208) 854-7355</u>
Engineering		
Emergency Service	<u>Tom Mehiel</u>	<u>(208) 941-5989</u>
Accounting	<u>Lawrence C. Squires</u>	<u>(208) 854-7355</u>

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 Principal Office (see above)
 City _____
 State _____
 Zip _____

NAME: Mayfield Springs Water Company, Inc.

COMPANY INFORMATION (Cont.)

For the Year Ended December 31, 2016

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

16 **If yes:** With whom is the contract? Valley Hydro
When does the contract expire? month to month
What services and rates are included? System maintenance & Operations

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 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? April 2016
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: Mayfield Springs Water Company, Inc.

REVENUE & EXPENSE DETAIL

For the Year Ended December 31, 2016

ACCT #	DESCRIPTION		
400 REVENUES			
1	460	Unmetered Water Revenue	
2	461.1	Metered Sales - Residential	<u>34,753</u>
3	461.2	Metered Sales - Commercial, Industrial	
4	462	Fire Protection Revenue	
5	464	Other Water Sales Revenue	
6	465	Irrigation Sales Revenue	<u>18,514</u>
7	466	Sales for Resale	
8	400	Total Revenue (Add Lines 1 - 7) (also enter result on Page 4, line 1)	<u>53,267</u>
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	<u>9,034</u>
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	<u>17,428</u>
19	618	Chemicals	
20	620.1-6	Materials & Supplies - Operation & Maint.	
21	620.7-8	Materials & Supplies - Administrative & General	
22	631-34	Contract Services - Professional	<u>10,390</u>
23	635	Contract Services - Water Testing	<u>486</u>
24	636	Contract Services - Other	
25	641-42	Rentals - Property & Equipment	
26	650	Transportation Expense	
27	656-59	Insurance	<u>1,173</u>
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	<u>852</u>
33		Total Operating Expenses (Add lines 12 - 32, also enter on Pg 4, line 2)	<u>39,363</u>

Name: Mayfield Springs Water Company, Inc.

INCOME STATEMENT

For Year Ended December 31, 2016

ACCT #	DESCRIPTION		
1	Revenue (From Page 3, line 8)		<u>53,267</u>
2	Operating Expenses (From Page 3, line 33)	<u>39,363</u>	
3	403 Depreciation Expense	<u>13,997</u>	
4	406 Amortization, Utility Plant Aquisition Adj.		
5	407 Amortization Exp. - Other		
6	408.10 Regulatory Fees (PUC)		
7	408.11 Property Taxes	<u>1,199</u>	
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	<u>20</u>	
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)		<u>54,579</u>
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)		<u><1312></u>
20	415 Revenues, Merchandizing Jobbing and Contract Work		
21	416 Expenses, Merchandizing, Jobbing & Contracts		
22	419 Interest & Dividend Income	<u>32</u>	
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)		<u>32</u>
29	Gross Income (add lines 19 & 28)		<u><1280></u>
30	427.3 Interest Exp. on Long-Term Debt		<u>20,385</u>
31	427.5 Other Interest Charges		
32	NET INCOME (Line 29 less lines 30 & 31) (Also Enter on Pg 9, Line 2)		<u><21,665></u>

Name: Mayfield Springs Water Company, Inc

ACCOUNT 101 PLANT IN SERVICE DETAIL
 For Year Ended December 31, 2016

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	175,000			175,000
4 304	Structures and Improvements	74,923			74,923
5 305	Collecting & Impounding Reservoirs				
6 306	Lake, River & Other Intakes				
7 307	Wells	225,000			225,000
8 308	Infiltration Galleries & Tunnels				
9 309	Supply Mains				
10 310	Power Generation Equipment				
11 311	Power Pumping Equipment	50,000			50,000
12 320	Purification Systems				
13 330	Distribution Reservoirs & Standpipes				
14 331	Trans. & Distrib. Mains & Accessories				
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	524,923			524,923

(Add lines 1 - 28)

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

Name: Mayfield Springs Water Company, Inc

ACCUMULATED DEPRECIATION ACCOUNT 108.1 DETAIL

For Year Ended December 31, 2016

SUB ACCT #	DESCRIPTION	Depreciation Rate %	Balance Beginning of Year	Balance End of Year	Increase or (Decrease)
1 304	Structures and Improvements	4	15,000	17,000	2,000
2 305	Collecting & Impounding Reservoirs				
3 306	Lake, River & Other Intakes				
4 307	Wells	4	67,500	76,500	9,000
5 308	Infiltration Galleries & Tunnels				
6 309	Supply Mains				
7 310	Power Generation Equipment				
8 311	Power Pumping Equipment	4	17,463	20,460	2,997
9 320	Purification Systems				
10 330	Distribution Reservoirs & Standpipes				
11 331	Trans. & Distrib. Mains & Accessories				
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)		99,963	113,960	13,997

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

Name: Mayfield Springs Water Company, Inc.

BALANCE SHEET

For Year Ended December 31, 2016

<u>ASSETS</u>		Balance	Balance	Increase
ACCT #	DESCRIPTION	Beginning of Year	End of Year	or (Decrease)
1	101 Utility Plant in Service (From Pg 5, Line 29)	524,923	524,923	
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)	524,923	524,923	
7	108.1 Accumulated Depreciation (From Pg 6, Line 26)	99,963	113,960	13,997
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)	424,960	410,963	<13,997>
14	123 Investment in Subsidiaries			
15	125 Other Investments			
16	Total Investments (Add lines 14 & 15)			
17	131 Cash	10,370	11,651	1281
18	135 Short Term Investments			
19	141 Accts/Notes Receivable - Customers	226	684	458
20	142 Other Receivables	23,009	23,009	0
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)	33,605	35,344	1739
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)	458,565	446,307	<12,258>

Name: Mayfield Springs Water Company, Inc.

BALANCE SHEET

For Year Ended December 31, 2016

LIABILITIES & CAPITAL

ACCT #	DESCRIPTION	Balance Beginning of Year	Balance End of Year	Increase or (Decrease)
1	201-3 Common Stock	100	100	0
2	204-6 Preferred Stock			
3	207-13 Miscellaneous Capital Accounts	100,000	100,000	0
4	214 Appropriated Retained Earnings			
5	215 Unappropriated Retained Earnings	<265,099>	<286,764>	<21,665>
6	216 Reacquired Capital Stock			
7	218 Proprietary Capital			
8	Total Equity Capital (Add Lines 1-5+7 less line 6)	<164,999>	<186,664>	<21,665>
9	221-2 Bonds			
10	223 Advances from Associated Companies			
11	224 Other Long - Term Debt			
12	231 Accounts Payable			
13	232 Notes Payable	72,70	13,43	<5,927>
14	233 Accounts Payable - Associated Companies	490,421	490,421	0
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	122,674	138,059	15,385
20	241 Misc. Current & Accrued Liabilities			
21	251 Unamortized Debt Premium			
22	252 Advances for Construction			
23	253 Other Deferred Liabilities	3,199	3,148	<51>
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)	623,564	632,971	9,407
31	TOTAL LIAB & CAPITAL (Add lines 8 & 30)	458,565	446,307	12,258

** Only if Commission Approved

Name: Mayfield Springs Water Company, Inc.

STATEMENT OF RETAINED EARNINGS
For Year Ended December 31, 2016

1	Retained Earnings Balance @ Beginning of Year	<u><265,099></u>
2	Amount Added from Current Year Income (From Pg 4, Line 32)	<u><21,665></u>
3	Other Credits to Account	_____
4	Dividends Paid or Appropriated	_____
5	Other Distributions of Retained Earnings	_____
6	Retained Earnings Balance @ End of Year	<u><286,764></u>

CAPITAL STOCK DETAIL

7	Description (Class, Par Value etc.)	No. Shares	No. Shares	Dividends
		Authorized	Outstanding	Paid
	<u>Common voting, no par</u>	<u>1,000</u>	<u>100</u>	<u>0</u>

DETAIL OF LONG-TERM DEBT

8	Description	Interest Rate	Year-end Balance	Interest Paid	Interest Accrued
	<u>Notes Payable - Parkland Dev.</u>	<u>4.5 %</u>	<u>368,429</u>	<u>0</u>	<u>132,725</u>
	<u>Notes Payable - Greg Johnson</u>	<u>1.4 %</u>	<u>121,992</u>	<u>5,000</u>	<u>5,334</u>

Name: Mayfield Springs Water Company, Inc.

SYSTEM ENGINEERING DATA

For Year Ended December 31, 2016

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)
Arrowrock Domestic Well	1750	none	103,512	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)
Hydroneumatic Tanks 1-5	.595	.300	Hydroneumatic Tanks	Steel

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

Name: Mayfield Springs Water Company, Inc.

SYSTEM ENGINEERING DATA
(continued)
For Year Ended December 31, 2016

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, Pump #1 - Domestic	75	500	65	
Well #2, Pump #2 - Domestic	30	250	65	
Well #2, Pump #3 - Fire	125	1000	65	

** 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? 103.512 MG
 - What was the total amount pumped during peak month? 21.728 MG
 - What was the total amount pumped on the peak day? .701 MG
- 6 If customers are metered, what was the total amount sold in peak month? 20.922 MG
- 7 Was your system designed to supply fire flows? Yes
 If Yes: What is current system rating? unknown
- 8 How many times were meters read this year? 12
 During which months? January - December - inclusive
- 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? 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? NO expansion planned

Name: Mayfield Springs Water Company, Inc.

SYSTEM ENGINEERING DATA
(continued)
For Year Ended December 31, 2016

FEET OF MAINS

1	Pipe Size	In Use Beginning Of Year	Installed During Year	Abandoned During Year	In Use End of Year
	12"	253			253
	8"	10,483			10,483
	1"	3,445			3,445

CUSTOMER STATISTICS

	Number of Customers		Thousands of Gallons Sold	
	This Year	Last Year	This Year	Last Year
2 Metered:				
2A Residential	82	75	54,960	47,149
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	1	1	46,692	60,696
8 Other Water Utilities				
TOTALS (Add lines 2 through 8)	83	76	101,652	107,845

