

SPL-W

ANNUAL REPORT

OF

Spirit Lake East Water Co.
NAME

PO BOX 3388
Coeur d'Alene ID 83816
ADDRESS

IDAHO PUBLIC
UTILITIES COMMISSION

2016 JAN 25 AM 9:42

RECEIVED

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED 2014

**ANNUAL REPORT FOR WATER UTILITIES TO
THE IDAHO PUBLIC UTILITIES COMMISSION
FOR THE YEAR ENDING 10/31/2014**

COMPANY INFORMATION

1 Give full name of utility Spirit Lake East Water Co.
 Telephone Area Code () 1(877) 755-9287
 E-mail address _____
 2 Date of Organization 4/1/1982
 3 Organized under the laws of the state of _____
 4 Address of Principal Office (number & street) 118 N 7th St.
 5 P.O. Box (if applicable) PO BOX 3388
 6 City Coeur d'Alene ID 83816
 7 State Idaho
 8 Zip Code 83816
 9 Organization (proprietor, partnership, corp.) Corporation
 10 Towns, Counties served Spirit Lake East & Tree Development
Kootenai County & Bonner County

11 Are there any affiliated companies?
 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>Leslie Abrams-Rayner</u>	<u>877-755-9287</u>
Vice President	_____	_____
Secretary	_____	_____
General Manager	_____	_____
Complaints or Billing	<u>Jill Turner</u>	<u>877 755 9287</u>
Engineering	_____	_____
Emergency Service	<u>Cole Rayner</u>	<u>877 755 9287</u>
Accounting	_____	_____

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 118 N 7th St.
 City Coeur d'Alene
 State Idaho
 Zip 83816

NAME: Spirit Lake East Water Co.

COMPANY INFORMATION (Cont.)

For the Year Ended 10/31/2014

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 _____

Water Purchased over min charges Gallons/CCF 882.9/18895.8 \$Amount \$24,935.74

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 (Filed w/ commission) 1
High Bills 0
Disconnection 0

22 Number of Customers involuntarily disconnected 37

23 Date customers last received a copy of the Summary of Rules required by IDAPA 31.21.01.701? 5/2014

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: Spirit Lake East Water Co.

REVENUE & EXPENSE DETAIL

For the Year Ended 10/31/2014

ACCT #	DESCRIPTION		
400 REVENUES			
1	460	Unmetered Water Revenue	
2	461.1	Metered Sales - Residential	<u>135,694</u>
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)	
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>15,849</u>
13	601.7	Labor - Customer Accounts	
14	601.8	Labor - Administrative & General	<u>9,804</u>
15	603	Salaries, Officers & Directors	<u>838</u>
16	604	Employee Pensions & Benefits	
17	610	Purchased Water	
18	615-16	Purchased Power & Fuel for Power	<u>26,085</u>
19	618	Chemicals	<u>3,026</u>
20	620.1-6	Materials & Supplies - Operation & Maint.	<u>9,189</u>
21	620.7-8	Materials & Supplies - Administrative & General	<u>4,632</u>
22	631-34	Contract Services - Professional	<u>9,257</u>
23	635	Contract Services - Water Testing	<u>720</u>
24	636	Contract Services - Other	<u>4,149</u>
25	641-42	Rentals - Property & Equipment	<u>3,739</u>
26	650	Transportation Expense	
27	656-59	Insurance	<u>788</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>6,208</u>
33	Total Operating Expenses (Add lines 12 - 32, also enter on Pg 4, line 2)		<u>94,284</u>

Name: Spirit Lake East Water Co.

INCOME STATEMENT

For Year Ended 10/31/2014

ACCT #	DESCRIPTION		
1	Revenue (From Page 3, line 8)		<u>135,694</u>
2	Operating Expenses (From Page 3, line 33)	<u>94,284</u>	
3	403 Depreciation Expense	<u>15,754</u>	
4	406 Amortization, Utility Plant Aquisition Adj.		
5	407 Amortization Exp. - Other		
6	408.10 Regulatory Fees (PUC)	<u>146</u>	
7	408.11 Property Taxes	<u>766</u>	
8	408.12 Payroll Taxes	<u>5,546</u>	
9A	408.13 Other Taxes (list) DEQ Fees	<u>1,965</u>	
9B			
9C			
9D			
10	409.10 Federal Income Taxes		
11	409.11 State Income Taxes	<u>234</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>118,695</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>16,999</u>
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	<u>60</u>	
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)		
30	427.3 Interest Exp. on Long-Term Debt		
31	427.5 Other Interest Charges		<u>1,221</u>
32	NET INCOME (Line 29 less lines 30 & 31) (Also Enter on Pg 9, Line 2)		<u>15,718</u>

Name: Spirit Lake East Water Co

ACCOUNT 101 PLANT IN SERVICE DETAIL
For Year Ended 10/31/2014

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	48,222			48,222
5 305	Collecting & Impounding Reservoirs	77,073			77,073
6 306	Lake, River & Other Intakes				
7 307	Wells	30,132			30,132
8 308	Infiltration Galleries & Tunnels				
9 309	Supply Mains				
10 310	Power Generation Equipment	30,500			30,500
11 311	Power Pumping Equipment	140,994			140,994
12 320	Purification Systems	796			796
13 330	Distribution Reservoirs & Standpipes	7,134			7,134
14 331	Trans. & Distrib. Mains & Accessories	519,732			519,732
15 333	Services	71,097			71,097
16 334	Meters and Meter Installations	19,685			19,685
17 335	Hydrants	5,407			5,407
18 336	Backflow Prevention Devices	5,632			5,632
19 339	Other Plant & Misc. Equipment	5,001			5,001
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	24,981			24,981
26 346	Communications Equipment	1,951			1,951
27 347	Miscellaneous Equipment	639			639
28 348	Other Tangible Property	133,763			133,763
29	TOTAL PLANT IN SERVICE	1,122,739	0	0	1,122,739

(Add lines 1 - 28)

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

Name: Spirit Lake East Water Co.

ACCUMULATED DEPRECIATION ACCOUNT 108.1 DETAIL

For Year Ended 10/31/2014

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	308	Infiltration Galleries & Tunnels			
6	309	Supply Mains			
7	310	Power Generation Equipment			
8	311	Power Pumping Equipment			
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)		<u>(878,344)</u>	<u>(894,098)</u>	<u>(15,754)</u>

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

Name: Spirit Lake East Water Co.

BALANCE SHEET

For Year Ended 10/31/2014

		<u>ASSETS</u>		
ACCT #	DESCRIPTION	Balance Beginning of Year	Balance End of Year	Increase or (Decrease)
1	101 Utility Plant in Service (From Pg 5, Line 29)	1,122,739	1,122,739	0
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)	1,122,739	1,122,739	0
7	108.1 Accumulated Depreciation (From Pg 6, Line 26)	(878,344)	(894,098)	(15,754)
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)	244,394	228,640	(15,754)
14	123 Investment in Subsidiaries			
15	125 Other Investments			
16	Total Investments (Add lines 14 & 15)	0	0	0
17	131 Cash	3,102	2,186	(916)
18	135 Short Term Investments	16,344	9,216	(7,128)
19	141 Accts/Notes Receivable - Customers			
20	142 Other Receivables	12,291	12,291	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)	31,737	23,693	(8,044)
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)	276,131	252,333	(23,798)

Name: Spirit Lake East Water Co.

BALANCE SHEET

For Year Ended 10/31/2014

LIABILITIES & CAPITAL

ACCT #	DESCRIPTION	Balance Beginning of Year	Balance End of Year	Increase or (Decrease)
1	201-3 Common Stock	296,434	296,434	0
2	204-6 Preferred Stock			
3	207-13 Miscellaneous Capital Accounts	326,843	396,893	70,050
4	214 Appropriated Retained Earnings	(517,028)	(518,519)	(1,491)
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)	106,249	174,808	68,559
9	221-2 Bonds			
10	223 Advances from Associated Companies			
11	224 Other Long - Term Debt			
12	231 Accounts Payable	90,936	73,506	(17,430)
13	232 Notes Payable	8,897	4,019	(4,878)
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	70,050	0	(70,050)
28	272 Accum. Amort. of Contrib. in Aid of Const. **			
29	281-3 Accumulated Deferred Income Taxes			
30	Total Liabilities (Add lines 9 - 29)	169,883	77,525	(92,358)
31	TOTAL LIAB & CAPITAL (Add lines 8 & 30)	276,132	252,333	(23,799)

** Only if Commission Approved

Name: Spirit Lake East Water Co.

STATEMENT OF RETAINED EARNINGS
For Year Ended 10/31/2014

1	Retained Earnings Balance @ Beginning of Year	<u>(517,028)</u>
2	Amount Added from Current Year Income (From Pg 4, Line 32)	<u>15,718</u>
3	Other Credits to Account	<u> </u>
4	Dividends Paid or Appropriated	<u> </u>
5	Other Distributions of Retained Earnings	<u>(17,209)</u>
6	Retained Earnings Balance @ End of Year	<u>(518,519)</u>

CAPITAL STOCK DETAIL

7	Description (Class, Par Value etc.)	No. Shares	No. Shares	Dividends
		Authorized	Outstanding	Paid
	<u>Common Stock</u>	<u>5000</u>	<u>4,950</u>	
	<u> </u>			

DETAIL OF LONG-TERM DEBT

8	Description	Interest Rate	Year-end Balance	Interest Paid	Interest Accrued
	<u> </u>				
	<u> </u>				
	<u> </u>				
	<u> </u>				
	<u> </u>				
	<u> </u>				
	<u> </u>				

Name: Spirit Lake East Water Co

SYSTEM ENGINEERING DATA
For Year Ended 10/31/2014

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)
<u>Well site</u>	<u>450</u>	<u>Chlorine</u>		<u>Well</u>

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)
<u>Well site</u>	<u>200</u>	<u>200</u>	<u>Boosted</u>	<u>Concrete</u>

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

Name: Spirit Lake East Water Co.

SYSTEM ENGINEERING DATA

(continued)

For Year Ended 10/31/2014

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 site Submersible	100	500	600	
Well site Booster	10		0-45	
Well site Booster	10		0-45	
Well site Booster	25		25-45	

** 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? 61,461,769
 What was the total amount pumped during peak month? _____
 What was the total amount pumped on the peak day? unknown
- 6 If customers are metered, what was the total amount sold in peak month? _____
- 7 Was your system designed to supply fire flows? No
 If Yes: What is current system rating? _____
- 8 How many times were meters read this year? 10
 During which months? Nov 2013 Dec 2013
April thru October 2014
- 9 How many additional customers could be served with no system improvements except a service line and meter? 62
 How many of those potential additions are vacant lots? 51
- 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? 2020

Name: Spirit Lake East Water Co.

SYSTEM ENGINEERING DATA

(continued)

For Year Ended 10/31/2014

FEET OF MAINS

1	Pipe Size	In Use Beginning Of Year	Installed During Year	Abandoned During Year	In Use End of Year
	10	1003			1003
	8	2791			2791
	6	58,564			58,564
	4	36,944			36,944
	3	4,401			4,401
	2	2,400			2,400

CUSTOMER STATISTICS

Dollars. Combo Flat Rate + Metered
Thousands of Gallons Sold

	Number of Customers		Thousands of Gallons Sold	
	This Year	Last Year	This Year	Last Year
2 Metered:				
2A Residential	299	290	\$ 34,935.74	\$ 18,913.35
2B Commercial				
2C Industrial				
3 Flat Rate:				
3A Residential	299	290	\$ 85,909.15	\$ 32,412.50
3B Commercial				
3C Industrial				
4 Private Fire Protection				
5 Public Fire Protection				
6 Street Sprinkling				
7 Municipal, Other				
8 Other Water Utilities			\$ 120,844.79	\$ 51,375.85
TOTALS (Add lines 2 through 8)				

ARBE K. BROWN
Notary Public
State of Idaho