

ASP-W

# ANNUAL REPORT

OF

NAME

RAY ELLIOTT  
ASPEN CREEK WATER CO  
10 S BEAR LAKE BLVD  
GARDEN CITY UT 84028

IDAHO PUBLIC  
UTILITIES COMMISSION

2012 APR 30 AM 10:55

RECEIVED

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED 2011

**ANNUAL REPORT FOR WATER UTILITIES TO  
THE IDAHO PUBLIC UTILITIES COMMISSION  
FOR THE YEAR ENDING December 31, 2011**

**COMPANY INFORMATION**

1 Give full name of utility Aspen Creek Water Company, Inc.  
 Telephone Area Code ( ) 435-946-3503  
 E-mail address vista@bearlake.com  
 2 Date of Organization 12/28/1999  
 3 Organized under the laws of the state of Idaho  
 4 Address of Principal Office (number & street) 10 S. Bear Lake Blvd.  
 5 P.O. Box (if applicable) \_\_\_\_\_  
 6 City Garden City  
 7 State Utah  
 8 Zip Code 84028  
 9 Organization (proprietor, partnership, corp.) Corporation  
 10 Towns, Counties served Fish Haven, Idaho

11 Are there any affiliated companies? Yes  
 If yes, attach a list with names, addresses & descriptions. Explain any services provided to the utility.

12 Contact Information	Name	Phone No.
President (Owner)	A. Ray Elliott	435-946-3503
Vice President	Norman Mecham	435-946-3503
Secretary	Norman Mecham	435-946-3503
General Manager	A. Ray Elliott	435-946-3503
Complaints or Billing	Janie Sorochnik	435-946-3503
Engineering	A. Ray Elliott	435-946-3503
Emergency Service	A. Ray Elliott	435-946-3503
Accounting	Janie Sorochnik	435-946-3503

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 10 S. Bear Lake Blvd.  
 City Garden City  
 State Utah  
 Zip 84028

NAME: Ray Elliott, Aspen Creek Water Co.

**COMPANY INFORMATION (Cont.)**

For the Year Ended 12/31/2011

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

16 If yes: With whom is the contract? n/a  
When does the contract expire? n/a  
What services and rates are included? n/a

17 Is water purchased for resale through the system? No

18 If yes: Name of Organization n/a  
Name of owner or operator n/a  
Mailing Address n/a  
City n/a  
State n/a  
Zip n/a

Gallons/CCF      \$Amount

Water Purchased      n/a

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? Yes  
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? 1-Apr-02 (New Customers Receive at time of hookup)  
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: Ray Elliott, Aspen Creek Water Co.

**REVENUE & EXPENSE DETAIL**

For the Year Ended 12/31/2011

ACCT #	DESCRIPTION	
<b><u>400 REVENUES</u></b>		
1 460	Unmetered Water Revenue	19200
2 461.1	Metered Sales - Residential	
3 461.2	Metered Sales - Commercial, Industrial	
4 462	Fire Protection Revenue	
5 464	Other Water Sales Revenue	50
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)	19250
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	
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	7348
19 618	Chemicals	
20 620.1-6	Materials & Supplies - Operation & Maint.	1521
21 620.7-8	Materials & Supplies - Administrative & General	
22 631-34	Contract Services - Professional	4373
23 635	Contract Services - Water Testing	
24 636	Contract Services - Other	
25 641-42	Rentals - Property & Equipment	
26 650	Transportation Expense	
27 656-59	Insurance	761
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	428
33	<b>Total Operating Expenses (Add lines 12 - 32, also enter on Pg 4, line 2)</b>	<b>14431</b>

Name: Ray Elliott, Aspen Creek Water Co.

**INCOME STATEMENT**

For Year Ended 12/31/2011

ACCT #	DESCRIPTION	
1	Revenue (From Page 3, line 8)	19250
2	Operating Expenses (From Page 3, line 33)	14431
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	75
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	30
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)	14536
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)	4714
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)	0
29	Gross Income (add lines 19 & 28)	4714
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)	4714

Name: Ray Elliott, Aspen Creek Water Co.

**ACCOUNT 101 PLANT IN SERVICE DETAIL**  
For Year Ended 12/31/2011

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	10000			10000
4 304	Structures and Improvements	14500			14500
5 305	Collecting & Impounding Reservoirs	90000			90000
6 306	Lake, River & Other Intakes				
7 307	Wells	143380			143380
8 308	Infiltration Galleries & Tunnels				
9 309	Supply Mains				
10 310	Power Generation Equipment				
11 311	Power Pumping Equipment	40051			40051
12 320	Purification Systems				
13 330	Distribution Reservoirs & Standpipes				
14 331	Trans. & Distrib. Mains & Accessories	79650			79650
15 333	Services				
16 334	Meters and Meter Installations	1500			1500
17 335	Hydrants	14500			14500
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	<b>TOTAL PLANT IN SERVICE</b> (Add lines 1 - 28)	<b>393581</b>			<b>393581</b>

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

Name: Ray Elliott, Aspen Creek Water Co.

**ACCUMULATED DEPRECIATION ACCOUNT 108.1 DETAIL**

For Year Ended 12/31/2011

SUB ACCT #	DESCRIPTION	Depreciation Rate %	Balance Beginning of Year	Balance End of Year	Increase or (Decrease)
1 304	Structures and Improvements	5	6800	7525	725
2 305	Collecting & Impounding Reservoirs	5	45000	49500	4500
3 306	Lake, River & Other Intakes				
4 307	Wells	5	43560	49200	5640
5 308	Infiltration Galleries & Tunnels				
6 309	Supply Mains				
7 310	Power Generation Equipment				
8 311	Power Pumping Equipment	10	29904	34833	4929
9 320	Purification Systems				
10 330	Distribution Reservoirs & Standpipes				
11 331	Trans. & Distrib. Mains & Accessories	5	35772	39754	3982
12 333	Services				
13 334	Meters and Meter Installations	10	1500	1650	150
14 335	Hydrants	5	7250	7975	725
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)		169786	190437	20651

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

Name: Ray Elliott, Aspen Creek Water Co.

**BALANCE SHEET**

For Year Ended 12/31/2011

<b>ASSETS</b>		Balance	Balance	Increase
ACCT #	DESCRIPTION	Beginning of Year	End of Year	or (Decrease)
1	101 Utility Plant in Service (From Pg 5, Line 29)	393581	393581	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)	393581	393581	0
7	108.1 Accumulated Depreciation (From Pg 6, Line 26)	-169786	-190437	-20651
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)	223795	203144	-20651
14	123 Investment in Subsidiaries			
15	125 Other Investments			
16	Total Investments (Add lines 14 & 15)			
17	131 Cash	1020	3178	2158
18	135 Short Term Investments			
19	141 Accts/Notes Receivable - Customers	0	-850	-850
20	142 Other Receivables	9300	12706	3406
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)	10320	15034	4714
27	181 Unamortized Debt Discount & Expense			
28	183 Preliminary Survey & Investigation Charges			
29	184 Deferred Rate Case Expenses			
30	186 Other Deferred Charges (Escrow)	0	0	0
31	<b>Total Assets (Add lines 13, 16 &amp; 26 - 30)</b>	<b>234115</b>	<b>218178</b>	<b>-15937</b>

Name: Ray Elliott, Aspen Creek Water Co.

**BALANCE SHEET**

For Year Ended 12/31/2011

**LIABILITIES & CAPITAL**

ACCT #	DESCRIPTION	Balance Beginning of Year	Balance End of Year	Increase or (Decrease)
1	201-3 Common Stock	3000	3000	0
2	204-6 Preferred Stock			
3	207-13 Miscellaneous Capital Accounts	1559	1559	0
4	214 Appropriated Retained Earnings			
5	215 Unappropriated Retained Earnings	5761	10475	4714
6	216 Reacquired Capital Stock			
7	218 Proprietary Capital			
8	Total Equity Capital (Add Lines 1-5+7 less line 6)	10320	15034	4714
9	221-2 Bonds			
10	223 Advances from Associated Companies			
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	393581	393581	0
28	272 Accum. Amort. of Contrib. in Aid of Const. **	-169786	-190437	-20651
29	281-3 Accumulated Deferred Income Taxes			
30	Total Liabilities (Add lines 9 - 29)	223795	203144	-20651
31	<b>TOTAL LIAB &amp; CAPITAL ( Add lines 8 &amp; 30)</b>	<b>234115</b>	<b>218178</b>	<b>-15937</b>

\*\* Only if Commission Approved

Name: Ray Elliott, Aspen Creek Water Co.

**STATEMENT OF RETAINED EARNINGS**  
 For Year Ended 12/31/2011

1	Retained Earnings Balance @ Beginning of Year	<u>10320</u>
2	Amount Added from Current Year Income (From Pg 4, Line 32)	<u>4714</u>
3	Other Credits to Account	<u>          </u>
4	Dividends Paid or Appropriated	<u>          </u>
5	Other Distributions of Retained Earnings	<u>          </u>
6	Retained Earnings Balance @ End of Year	<u><u>15034</u></u>

**CAPITAL STOCK DETAIL**

7	Description (Class, Par Value etc.)	No. Shares Authorized	No. Shares Outstanding	Dividends Paid
	Common Stock \$1 Par Value	50000	3000	0

**DETAIL OF LONG-TERM DEBT**

8	Description	Interest Rate	Year-end Balance	Interest Paid	Interest Accrued
	N/A				

Name: Ray Elliott, Aspen Creek Water Co.

**SYSTEM ENGINEERING DATA**

For Year Ended 12/31/2011

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)
Dempster Y-750 Aspen Creek	300	Chlorine	11439	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)
Storage Tank- Aspen Creek	115	100	Elevated	Concrete

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

Name: Ray Elliott, Aspen Creek Water Co.

**SYSTEM ENGINEERING DATA**  
**(continued)**  
 For Year Ended 12/31/2011

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
Dempster Y-750 Aspen Creek	40	300	140	22889

**\*\* 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? 11,667,474
  - What was the total amount pumped during peak month? 2,168,775
  - What was the total amount pumped on the peak day? 76,041
  
- 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? 1000 GPM
  
- 8 How many times were meters read this year? 1  
 During which months? July
  
- 9 How many additional customers could be served with no system improvements except a service line and meter? 67  
 How many of those potential additions are vacant lots? 67
  
- 10 Are backbone plant additions anticipated during the coming year? Yes  
 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? 2017

Name: Ray Elliott, Aspen Creek Water Co.

**SYSTEM ENGINEERING DATA**

(continued)

For Year Ended 12/31/2011

**FEET OF MAINS**

1	Pipe Size	In Use Beginning Of Year	Installed During Year	Abandoned During Year	In Use End of Year
	6"	12600			12600
	2"	700			700
	8"	5250			5250

**CUSTOMER STATISTICS**

Number of Customers      Thousands of Gallons Sold

This Year      Last Year      This Year      Last Year

2	Metered:				
2A	Residential	38	38	11467	11239
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				
	<b>TOTALS (Add lines 2 through 8)</b>	<b>38</b>	<b>38</b>	<b>11467</b>	<b>11239</b>

# CERTIFICATE

State of Idaho )  
 ) ss  
County of \_\_\_\_\_ )

I, the undersigned Ray Elliott and \_\_\_\_\_, of the Aspen Creek Water Co 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.

x *Ray Elliott*  
(Chief Officer)

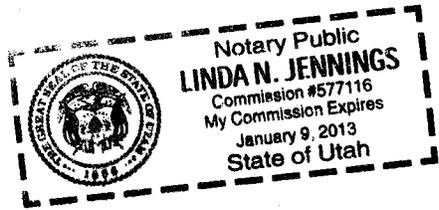
x *Ray Elliott*  
(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me

this 26 day of April, 2012

*Linda N. Jennings*  
NOTARY PUBLIC

My Commission Expires 1-9-2013



gdk/excel/jnelson/anulrpts/wtrannualrpt

**Aspen Creek Water, Co.  
Attachment to Annual Report**

**Line 11: Affiliated Companies**

Executive Recreational Properties  
10 S. Bear Lake Blvd.  
Garden City, Utah 84028

Management company that provides  
accounting and management services.

Lake Vista Properties, LLC  
10 S. Bear Lake Blvd.  
Garden City, Utah 84028

Land Developer who is responsible for  
Developing the land that the Water  
Company will service.

**Line 20: Recommended Improvements by Division of Environmental Quality**

Recommendation was made that a 2<sup>nd</sup> Well be drilled and added to the water system because of expansion of the subdivision. The Well has been drilled and was completed in February 2007. No other recommendations have been made at this time.

**System Engineering Data- Line 10: Back Bone Plant Additions**

A pump house for the new well is expected to be completed in 2012 at an estimated cost of \$15,000. A backup generator and auto switch is also expected to be completed in 2012 at a cost of \$30,000. These costs will be provided by the developer.

SUMMARY OF RULES AND REGULATIONS  
OF THE IDAHO PUBLIC UTILITIES COMMISSION  
GOVERNING CUSTOMER RELATIONS OF  
NATURAL GAS, ELECTRIC AND WATER PUBLIC UTILITIES  
UNDER THE JURISDICTION OF THE IDAHO  
PUBLIC UTILITIES COMMISSION

A utility may terminate service to a customer without his/her permission after adequate notice for the following reasons:

- A) Non-payment of delinquent bills.
- B) Failure to abide by the terms of payment arrangement.
- C) Misrepresentation of identity
- D) Unauthorized diversion or use of the utility
- E) Non-sufficient funds check.

Actions customer may take to avoid termination:

- A) Pay in full or make payment arrangements with the utility company.
- B) A physicians certificate stating the existence of a medical emergency.
- C) An informal or formal complaint concerning the termination may be filed with the utility.

Aspen Creek Water Co.  
10 South Bear Lake Blvd.  
Garden City, Utah 84028  
(435) 946-3500

Or if you are unable to contact the utility company you may file with the Idaho Public Utilities Commission, P.O. Box 83720, Boise, Idaho 83720 or call 1-800-432-0369.

Complete set of customer Rules & Regulations on file with ASPEN CREEK WATER CO. and the Idaho Public Utilities Commission.

**Aspen Creek Water Co.  
Asset Listing and Depreciation  
12-31-11**

	<u>Date</u>	<u>Life</u>	<u>Cost</u>	<u>12/31/2010 Accm Dep</u>	<u>C/Y Deprec</u>	<u>12/31/2011 Accm Dep</u>
<b>Land</b>			10000	0	0	0
<b><u>Hydrants</u></b>						
2001 Additions	1/1/2001	20	14500	7250	725	7975
Total Hydrants			14500	7250	725	7975
<b><u>Structures &amp; Improvements</u></b>						
2001 Additions	1/1/2001	20	10000	5000	500	5500
2003 Pumphouse, stairs, doors	1/1/2003	20	4500	1800	225	2025
Total Structures & Improv			14500	6800	725	7525
<b><u>Reservoirs &amp; Standpipes</u></b>						
2001 Additions	1/1/2001	20	90000	45000	4500	49500
Total Reservoirs & Standpipes			90000	45000	4500	49500
<b><u>Power Pumping Equip</u></b>						
2001 Additions	1/1/2001	10	18500	18500	1850	20350
2007 Additions	6/1/2007	7	17293	9884	2471	12355
2008 Additions	7/1/2008	7	4258	1520	608	2128
Total Pumping Equipment			40051	29904	4929	34833
<b><u>Meters &amp; Meter Installations</u></b>						
2001 Additions	1/1/2001	10	1500	1500	150	1650
Total Meters & Meter Install.			1500	1500	150	1650
<b><u>Transportation &amp; Distribution Mains</u></b>						
2001 Additions	1/1/2001	20	55650	27822	2782	30604
2004 Additions	1/1/2004	20	15000	5250	750	6000
2005 Additions	1/1/2005	20	9000	2700	450	3150
Total Transportation & Dist. Mains			79650	35772	3982	39754
<b><u>Wells</u></b>						
2001 Additions	1/1/2005	20	70000	35000	3500	38500
2007 Additions	6/1/2007	20	73380	8560	2140	10700
Total Well			143380	43560	5640	49200
Totals			393581	169786	20651	190437