

MSW-W

# ANNUAL REPORT

OF

NAME

LAWRENCE SQUIRES  
GREGORY B JOHNSON  
MAYFIELD SPRINGS WATER CO  
PO BOX 344  
MERIDIAN ID 83680

IDAHO PUBLIC  
UTILITIES COMMISSION

2014 JUN 17 AM 8:32

RECEIVED

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED

2013

**ANNUAL REPORT FOR WATER UTILITIES TO  
THE IDAHO PUBLIC UTILITIES COMMISSION  
FOR THE YEAR ENDING December 30, 2013**

**COMPANY INFORMATION**

1 Give full name of utility Mayfield Springs Water Company, Inc  
 Telephone Area Code ( ) (208) 888-9946  
 E-mail address larry@westparkco.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 #110  
 5 P.O. Box (if applicable) P.O. Box 344  
 6 City Meridian, ID  
 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 address above)  
 City \_\_\_\_\_  
 State \_\_\_\_\_  
 Zip \_\_\_\_\_

NAME: Mayfield Springs Water Company, Inc

**COMPANY INFORMATION (Cont.)**

For the Year Ended December 31, 2013

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

Yes

16 **If yes:** With whom is the contract?

Valley Hydro, Inc

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 1, 2014

**Attach a copy of the Summary - attached**

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, 2013

ACCT #	DESCRIPTION		
<b><u>400 REVENUES</u></b>			
1	460	Unmetered Water Revenue	
2	461.1	Metered Sales - Residential	<u>26,579</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>20,320</u>
7	466	Sales for Resale	
8	400	Total Revenue (Add Lines 1 - 7) (also enter result on Page 4, line 1)	<u>46,899</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 # _____
<b><u>401 OPERATING EXPENSES</u></b>			
12	601.1-6	Labor - Operation & Maintenance	<u>9,795</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>16,594</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>7,000</u>
23	635	Contract Services - Water Testing	<u>226</u>
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	<u>1,823</u>
33	<b>Total Operating Expenses (Add lines 12 - 32, also enter on Pg 4, line 2)</b>		<u>35,438</u>

Name: Mayfield Springs Water Company, Inc

**INCOME STATEMENT**

For Year Ended December 31, 2013

ACCT #	DESCRIPTION		
1	Revenue (From Page 3, line 8)		<u>46,899</u>
2	Operating Expenses (From Page 3, line 33)	<u>35,438</u>	
3	403 Depreciation Expense	<u>13,491</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>1,762</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>50,711</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>&lt;3,812&gt;</u>
20	415 Revenues, Merchandizing Jobbing and Contract Work		
21	416 Expenses, Merchandizing, Jobbing & Contracts		
22	419 Interest & Dividend Income	<u>36</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>36</u>
29	Gross Income (add lines 19 & 28)		<u>&lt;3,776&gt;</u>
30	427.3 Interest Exp. on Long-Term Debt		<u>17,697</u>
31	427.5 Other Interest Charges		
32	NET INCOME (Line 29 less lines 30 & 31) (Also Enter on Pg 9, Line 2)		<u>&lt;21,473&gt;</u>

Name: Mayfield Springs Water Company, Inc.

**ACCOUNT 101 PLANT IN SERVICE DETAIL**  
For Year Ended December 31, 2013

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	5588	12802		68,682
5 305	Collecting & Impounding Reservoirs				
6 306	Lake, River & Other Intakes				
7 307	Wells	225000			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	\$505,880	\$12,802	Ø	\$518,682

(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, 2013

SUB ACCT #	DESCRIPTION	Depreciation Rate %	Balance Beginning of Year	Balance End of Year	Increase or (Decrease)
1 304	Structures and Improvements	4	9,000	11,000	2,000
2 305	Collecting & Impounding Reservoirs				
3 306	Lake, River & Other Intakes				
4 307	Wells	4	40,500	49,500	9,000
5 308	Infiltration Galleries & Tunnels				
6 309	Supply Mains				
7 310	Power Generation Equipment				
8 311	Power Pumping Equipment	4	9,353	11,844	2,491
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)		58,853	72,344	13,491

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

Name: Mayfield Springs Water Company, Inc

**BALANCE SHEET**

For Year Ended December 31, 2013

<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)	505,880	518,682	12,802
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)	505,880	518,682	12,802
7	108.1	Accumulated Depreciation (From Pg 6, Line 26)	58,853	72,344	13,491
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)	447,027	446,338	(689)
14	123	Investment in Subsidiaries			
15	125	Other Investments			
16		Total Investments (Add lines 14 & 15)			
17	131	Cash	429	1,384	955
18	135	Short Term Investments			
19	141	Accts/Notes Receivable - Customers	330	362	32
20	142	Other Receivables	10,309	11,009	700
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)			
27	181	Unamortized Debt Discount & Expense			
28	183	Preliminary Survey & Investigation Charges			
29	184	Deferred Rate Case Expenses			
30	186	Other Deferred Charges			
31		<b>Total Assets (Add lines 13, 16 &amp; 26 - 30)</b>	<b>\$458,095</b>	<b>\$459,093</b>	<b>\$998</b>

Name: \_\_\_\_\_

**BALANCE SHEET**

For Year Ended \_\_\_\_\_

**LIABILITIES & CAPITAL**

ACCT #	DESCRIPTION	Balance Beginning of Year	Balance End of Year	Increase or (Decrease)
1	201-3 Common Stock	\$100	\$100	
2	204-6 Preferred Stock			
3	207-13 Miscellaneous Capital Accounts	100,000	100,000	
4	214 Appropriated Retained Earnings			
5	215 Unappropriated Retained Earnings	<246,850>	<288,323>	<21,473>
6	216 Reacquired Capital Stock			
7	218 Proprietary Capital			
8	Total Equity Capital (Add Lines 1-5+7 less line 6)	<166,750>	<188,223>	<21,473>
9	221-2 Bonds			
10	223 Advances from Associated Companies			
11	224 Other Long - Term Debt			
12	231 Accounts Payable	7,259	6,787	<472>
13	232 Notes Payable	478,842	490,421	11,579
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	133,790	146,526	12,736
20	241 Misc. Current & Accrued Liabilities			
21	251 Unamortized Debt Premium			
22	252 Advances for Construction			
23	253 Other Deferred Liabilities	4,954	3,582	<1,372>
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)	624,845	647,316	22471
31	<b>TOTAL LIAB &amp; CAPITAL ( Add lines 8 &amp; 30)</b>	<b>458,095</b>	<b>459,093</b>	<b>998</b>

**\*\* Only if Commission Approved**

Name: Mayfield Springs Water Company, Inc

**STATEMENT OF RETAINED EARNINGS**  
For Year Ended December 31, 2013

1	Retained Earnings Balance @ Beginning of Year	<u>&lt;266,850&gt;</u>
2	Amount Added from Current Year Income (From Pg 4, Line 32)	<u>&lt;21,473&gt;</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>&lt;288,323&gt;</u>

**CAPITAL STOCK DETAIL**

7	Description (Class, Par Value etc.)	No. Shares Authorized	No. Shares Outstanding	Dividends Paid
	<u>Common Voting, \$ Par value</u>	1,000	100	0
	_____	_____	_____	_____
	_____	_____	_____	_____
	_____	_____	_____	_____

**DETAIL OF LONG-TERM DEBT**

8	Description	Interest Rate	Year-end Balance	Interest Paid	Interest Accrued
	<u>Note Payable - Parkland</u>	8%	368,429	3200	144,252
	<u>Notes Payable - Greg Johnson</u>	6-8%	121,992	1,761	2,274
	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____
	_____	_____	_____	_____	_____

Name: Mayfield Springs Water Company, Inc

**SYSTEM ENGINEERING DATA**

For Year Ended December 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>Arrowrock domestic Well Station</u>	<u>1,750</u>	<u>None</u>	<u>95664</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>Hydropneumatic Tanks 1-5</u>	<u>.595</u>	<u>.300</u>	<u>Hydropneumatic tanks</u>	<u>Steel</u>

(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, 2013

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
<u>Well #1, Pump #1, Domestic</u>	<u>75</u>	<u>500</u>	<u>65</u>	
<u>Well # 2, Pump #2, Domestic</u>	<u>30</u>	<u>250</u>	<u>65</u>	
<u>Well # 2, Pump #3, Fire</u>	<u>125</u>	<u>1000</u>	<u>65</u>	

\*\* 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? 95664 MG  
 What was the total amount pumped during peak month? 19758 MG  
 What was the total amount pumped on the peak day? 637 MG

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

18041 MG

7 Was your system designed to supply fire flows?

Yes

If Yes: What is current system rating?

\_\_\_\_\_

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?

37

How many of those potential additions are vacant lots?

37

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, 2013

**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"	10483			10483
	1"	3445			3445

**CUSTOMER STATISTICS**

	Number of Customers		Thousands of Gallons Sold	
	This Year	Last Year	This Year	Last Year
2 Metered:				
2A Residential	63	61	42617	39262
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 <i>HOA? Sewer Plant</i>	1	1	52790	60840 *
8 Other Water Utilities				
<b>TOTALS (Add lines 2 through 8)</b>	<b>64</b>	<b>62</b>	<b>95407</b>	<b>100,102</b>

\* Last year's number corrected

# CERTIFICATE

State of Idaho )  
County of Ada ) ss

WE, the undersigned President  
and Secretary/Treasurer  
of the Mayfield Springs Water Company, Inc  
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.

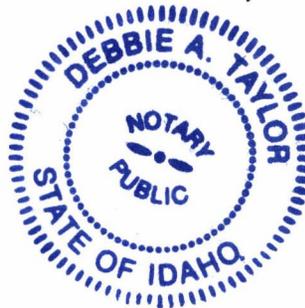
[Signature]  
(Chief Officer)

[Signature]  
(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me

this 16<sup>th</sup> day of June, 2014

[Signature]  
NOTARY PUBLIC



My Commission Expires 9/12/17

gdk/excel/jnelson/anulrpts/wtrannualrpt

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

This document is a summary of the Idaho Public Utilities Commission's Rules and Regulations regarding customer service. It is intended to help you understand your rights as an Idaho Springs Water Company, Inc. customer and will better acquaint you with some of our operating procedures. Should you need further information please contact the Commission or the Company via the contact information below:

Idaho Public Utilities Commission  
P.O. Box 83720  
Boise, Idaho 83720-0074  
(208)-334-0300

Idaho Springs Water Company, Inc.  
P.O. Box 344  
Meridian, Idaho 83642  
(208)-888-9946, extension 100

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

- 1) Failure to pay an undisputed past due bill, or written or electronic payment drawn on an account with insufficient funds.
- 2) Failure to make security deposit where it is required.
- 3) Failure to abide by terms of a payment arrangement.
- 4) Customer or applicant misrepresented their identity for the purpose of obtaining utility service.
- 5) Customer or applicant denied or prevented the utility's access to the meter.
- 6) Willful waste of service through improper equipment or otherwise.
- 7) Customer or applicant is a minor not competent to contract as defined by *Idaho Code*.
- 8) Customer or applicant owes money on an existing or previous account.

A utility may deny or terminate service without prior notice to the customer or applicant and without his/her permission for one or more of the following reasons:

- 1) A situation exists that is immediately dangerous to life, physical safety or property.
- 2) The utility is ordered to terminate service by any court, the Commission or other duly authorized public authority.
- 3) The service is obtained, diverted or used without the authorization or knowledge of the utility.
- 4) The utility has attempted to notify the customer of termination, but has been unable to make contact.

## **NOTIFICATION**

- 1) A billing may be considered past due fifteen (15) days after the billing date. A written notice of termination must be mailed at least seven (7) days before the proposed termination date.
- 2) At least twenty-four (24) hours before the service is terminated, another attempt shall be made to contact the customer in person or by telephone.
- 3) If service is not terminated within twenty-one (21) calendar days after the proposed termination date, another seven (7) day and twenty-four (24) hour notice is required.
- 4) No additional notice is required if upon receipt of a termination notice the customer makes a payment arrangement and fails to keep it or tenders a written or electronic payment drawn on an account with insufficient funds.

## **WHEN TERMINATION NOT ALLOWED**

- 1) The past due billing is less than \$50 or two (2) months of service, whichever is less.
- 2) The unpaid billing is for service to another customer.
- 3) The unpaid bill results for the purchase of non-utility goods or services.
- 4) Terminations are not allowed on weekends or legal holidays.

## **MEDICAL EMERGENCY**

- 1) If the customer or a member of the customer's family is seriously ill or has a medical emergency, the utility will postpone termination of service for thirty (30) days if a written certificate signed by a licensed physician or public health official is received.

An informal or formal complaint concerning the termination may be filed directly with the utility. If the customer is dissatisfied with the proposed resolution of the complaint, they may contact the Idaho Public Utilities Commission, P. O. Box 83720, Boise, ID 83720-0074. Toll free 1-800-432-0369 or on the web site: [www.puc.state.id.us](http://www.puc.state.id.us).

A complete set of customer Rules and Regulations are on file with the Idaho Public Utilities Commission and on the website.