

ANNUAL REPORT

OF

COUNTRY CLUB HILLS UTILITIES, INC
NAME

570 S. YELLOWSTONE AVE.

IDAHO FALLS, ID 83402

ADDRESS

TO THE

IDAHO PUBLIC

UTILITIES COMMISSION

FOR THE

YEAR ENDED DECEMBER 31, 2004

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**ANNUAL REPORT FOR WATER UTILITIES TO
THE IDAHO PUBLIC UTILITIES COMMISSION
FOR THE YEAR ENDING DECEMBER 31, 2004**

COMPANY INFORMATION

1 Give full name of utility COUNTRY CLUB HILLS UTILITIES, INC
 2 Date of Organization AUGUST 13, 1978
 3 Organized under the laws of the state of IDAHO
 4 Address of Principal Office (number & street) 570 SO YELLOWSTONE AVE
 5 P.O. Box (if applicable) _____
 6 City IDAHO FALLS
 7 State IDAHO
 8 Zip Code 83402-3907
 9 Organization (proprietor, partnership, corp.) NON-PROFIT CORPORATION
 10 Towns, Counties served IDAHO FALLS, ID, BONNEVILLE

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)	MICHAEL P GROTH	529-5000
Vice President	O DEAN WRIGHT	522-7502
Secretary		
General Manager	MICHAEL P GROTH	529-5000
Complaints or Billing	O DEAN WRIGHT	522-7502
Engineering	MOUNTAIN RIVER ENGINEERING INC	524-6175
Emergency Service	DALE NEALIS	523-6686
Accounting	COOPER NORMAN, CPA'S	523-0862

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 570 SO YELLOWSTONE AVE
 City IDAHO FALLS
 State IDAHO
 Zip 83402-3907

NAME: COUNTRY CLUB HILLS UTILITIES, INC

COMPANY INFORMATION (Cont.)

For the Year Ended DECEMBER 31, 2004

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

YES

16 If yes: With whom is the contract?

BONNEVILLE COUNTY

When does the contract expire?

NON-EXPIRING

What services and rates are included?

OPERATION OF THE WATER STORAGE TANK AND WATER UTILITY SYSTEM. ANNUAL ASSESSMENT

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

NONE

High Bills

NONE

Disconnection

NONE

22 Number of Customers involuntarily disconnected

NONE

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

JUNE, 2004

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: COUNTRY CLUB HILLS UTILITIES, INC

REVENUE & EXPENSE DETAIL

For the Year Ended DECEMBER 31, 2004

ACCT #	DESCRIPTION		
<u>400 REVENUES</u>			
1	460	Unmetered Water Revenue	1,488
2	461.1	Metered Sales - Residential	29,075
3	461.2	Metered Sales - Commercial, Industrial	808
4	462	Fire Protection Revenue	
5	464	Other Water Sales Revenue	985
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)	32,356
9	*	DEQ Fees Billed separately to customers	555
			Booked to Acct # 464
10	**	Hookup or Connection Fees Collected	430
			Booked to Acct # 464
11	***	Commission Approved Surcharges Collected	
			Booked to Acct #
<u>401 OPERATING EXPENSES</u>			
12	601.1-6	Labor - Operation & Maintenance	4,429
13	601.7	Labor - Customer Accounts	490
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	8,325
19	618	Chemicals	
20	620.1-6	Materials & Supplies - Operation & Maint.	9,662
21	620.7-8	Materials & Supplies - Administrative & General	659
22	631-34	Contract Services - Professional	2,643
23	635	Contract Services - Water Testing	798
24	636	Contract Services - Other	
25	641-42	Rentals - Property & Equipment	3,850
26	650	Transportation Expense	3,088
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	4,905
33		Total Operating Expenses (Add lines 12 - 32, also enter on Pg 4, line 2)	38,849

Name: COUNTRY CLUB HILLS UTILITIES

INCOME STATEMENT

For Year Ended DECEMBER 31, 2004

ACCT #	DESCRIPTION		
1	Revenue (From Page 3, line 8)		<u>32,356</u>
2	Operating Expenses (From Page 3, line 33)	<u>38,849</u>	
3	403 Depreciation Expense		
4	406 Amortization, Utility Plant Acquisition Adj.		
5	407 Amortization Exp. - Other		
6	408.10 Regulatory Fees (PUC)	<u>87</u>	
7	408.11 Property Taxes	<u>494</u>	
8	408.12 Payroll Taxes		
9A	408.13 Other Taxes (list) DEQ Fees	<u>555</u>	
9B	<u>ESPA ANNUAL WATER ASSESS FEE</u>	<u>125</u>	
9C	<u>WATER OPERATORS LICENSE</u>	<u>60</u>	
9D			
10	409.10 Federal Income Taxes		
11	409.11 State Income Taxes	<u>30</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>40,200</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>(7,844)</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		
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)		<u>(7,844)</u>
30	427.3 Interest Exp. on Long-Term Debt		
31	427.5 Other Interest Charges		<u>820</u>
32	NET INCOME (Line 29 less lines 30 & 31) (Also Enter on Pg 9, Line 2)		<u>(8,664)</u>

Name: COUNTRY CLUB HILLS UTILITIES, INC

ACCOUNT 101 PLANT IN SERVICE DETAIL
 For Year Ended DECEMBER 31, 2004

SUB ACCT #	DESCRIPTION	Balance Beginning of Year	Added During Year	Removed During Year	Balance End of Year
1 301	Organization	300			300
2 302	Franchises and Consents	170			170
3 303	Land & Land Rights	12,000			12,000
4 304	Structures and Improvements				
5 305	Collecting & Impounding Reservoirs	3,403			3,403
6 306	Lake, River & Other Intakes				
7 307	Wells	55,972			55,972
8 308	Infiltration Galleries & Tunnels				
9 309	Supply Mains				
10 310	Power Generation Equipment				
11 311	Power Pumping Equipment	45,037			45,037
12 320	Purification Systems	2,398			2,398
13 330	Distribution Reservoirs & Standpipes				
14 331	Trans. & Distrib. Mains & Accessories	124,410			124,410
15 333	Services	20,377			20,377
16 334	Meters and Meter Installations	25,291			25,291
17 335	Hydrants	12,750			12,750
18 336	Backflow Prevention Devices				
19 339	Other Plant & Misc. Equipment				
20 340	Office Furniture and Equipment	1,781			1,781
21 341	Transportation Equipment	2,261			2,261
22 342	Stores Equipment				
23 343	Tools, Shop and Garage Equipment	815			815
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	306,965			306,965

(Add lines 1 - 28)

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

Name: COUNTRY CLUB HILLS UTILITIES, INC

ACCUMULATED DEPRECIATION ACCOUNT 108.1 DETAIL

For Year Ended DECEMBER 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		2,073	2,148	75
3 306	Lake, River & Other Intakes				
4 307	Wells		46,739	48,604	1,865
5 308	Infiltration Galleries & Tunnels				
6 309	Supply Mains				
7 310	Power Generation Equipment				
8 311	Power Pumping Equipment		43,468	45,643	2,175
9 320	Purification Systems				
10 330	Distribution Reservoirs & Standpipes				
11 331	Trans. & Distrib. Mains & Accessories		55,186	57,193	2,007
12 333	Services		14,005	14,514	509
13 334	Meters and Meter Installations		11,691	12,253	562
14 335	Hydrants		6,659	6,901	242
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)		179,821	187,256	7,435

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

Name: COUNTRY CLUB HILLS UTILITIES, INC.

BALANCE SHEET

For Year Ended DECEMBER 31, 2004

		<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)	306,965	306,965	
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)	306,965	306,965	
7	108.1 Accumulated Depreciation (From Pg 6, Line 26)	179,821	187,256	7,435
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)	127,144	119,709	(7,435)
14	123 Investment in Subsidiaries			
15	125 Other Investments			
16	Total Investments (Add lines 14 & 15)			
17	131 Cash	1,875	392	(1,483)
18	135 Short Term Investments			
19	141 Accts/Notes Receivable - Customers	2,153	1,943	(210)
20	142 Other Receivables			
21	145 Receivables from Associated Companies			
22	151 Materials & Supplies Inventory	247	83	(164)
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)	4,275	2,418	(1,857)
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)	131,419	122,127	(9,292)

Name: COUNTRY CLUB HILLS UTILITIES, INC

BALANCE SHEET

For Year Ended DECEMBER 31, 2004

LIABILITIES & CAPITAL

ACCT #	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	314	314	
4	214 Appropriated Retained Earnings			
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)	314	314	
9	221-2 Bonds			
10	223 Advances from Associated Companies			
11	224 Other Long - Term Debt			
12	231 Accounts Payable			
13	232 Notes Payable	6,322	13,697	7,375
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	275,200	275,200	
28	272 Accum. Amort. of Contrib. in Aid of Const. **			
29	281-3 Accumulated Deferred Income Taxes			
30	Total Liabilities (Add lines 9 - 29)	281,522	288,897	7,375
31	TOTAL LIAB & CAPITAL (Add lines 8 & 30)	281,836	289,211	7,375

** Only if Commission Approved

Name: COUNTRY CLUB HILLS UTILITIES, INC

STATEMENT OF RETAINED EARNINGS
For Year Ended DECEMBER 31, 2004

1	Retained Earnings Balance @ Beginning of Year	<u>20,728</u>
2	Amount Added from Current Year Income (From Pg 4, Line 32)	<u>(8,664)</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>12,064</u></u>

CAPITAL STOCK DETAIL

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

DETAIL OF LONG-TERM DEBT

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

Name: COUNTRY CLUB HILLS UTILITIES, INC

SYSTEM ENGINEERING DATA

For Year Ended DECEMBER 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)
WELL #1	200	Sand Separator	20,146,773	WELL
WELL #2	200	Sand Separator	27,560,479	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	150,000	1,250	ELEVATED	CONCRETE

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

Name: COUNTRY CLUB HILLS UTILITIES, INC

SYSTEM ENGINEERING DATA
(continued)

For Year Ended DECEMBER 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
WELL #1 SUBMERSIBLE	20	200	55	56,841 KW
WELL #2 SUBMERSIBLE	20	200	55	77,755 KW

** 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? 47,707,252
 What was the total amount pumped during peak month? 9,339,920
 What was the total amount pumped on the peak day? _____
- 6 If customers are metered, what was the total amount sold in peak month? 9,339,920
- 7 Was your system designed to supply fire flows? YES
 If Yes: What is current system rating? HAS NOT BEEN RATED
- 8 How many times were meters read this year? 7
 During which months? APRIL, MAY, JUNE, JULY,
AUGUST, SEPTEMBER & OCTOBER
- 9 How many additional customers could be served with no system improvements except a service line and meter? 44
 How many of those potential additions are vacant lots? 43
- 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? 2005

Name: COUNTRY CLUB HILLS UTILITIES, INC

SYSTEM ENGINEERING DATA
 (continued)
 For Year Ended DECEMBER 31, 2004

FEET OF MAINS

1	Pipe Size	In Use Beginning Of Year	Installed During Year	Abandoned During Year	In Use End of Year
	6"	7958			7958
	8"	3520			3520
	10"	360			360
	12"	1970			1970

CUSTOMER STATISTICS

	Number of Customers		Thousands of Gallons Sold	
	This Year	Last Year	This Year	Last Year
2 Metered:				
2A Residential	118	117	43,477,372	49,327,841
2B Commercial	1	1	1,829,880	3,281,150
2C Industrial				
3 Flat Rate:				
3A Residential	10	10	2,400,000	2,400,000
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)	129	128	47,707,252	55,008,991

