

ANNUAL REPORT
For Water Utilities
OF

Name

Town of Bar Harbor

Address

93 Cottage Street, Bar Harbor, ME 04609

TO THE
PUBLIC UTILITIES COMMISSION
OF THE
STATE OF MAINE
FOR THE
YEAR ENDED DECEMBER 31, 2015

Signature of Person
responsible for report

Stanley W. Harmon

TITLE

Treasurer

TELEPHONE

207-288-5096

E_MAIL

treasurer@barharbormaine.gov

STATE OF MAINE

Extracts from Title 35A Revised Statutes

Section 102: The term "commission" when used in this chapter, means the Public Utilities Commission.

The term "corporation" when used in this chapter, includes municipal and quasi-municipal corporations.

The term "person" when used in this chapter, includes an individual, a co-partnership and a voluntary association.

The term "water works" when used in this chapter, includes all reservoirs, tunnels, shafts, dams, dikes, headgates, pipes, gates, pipes, flumes, canals, structures and appliances, and all other real estate, fixtures and personal property, owned, controlled, operated or managed in connection with or to facilitate the diversion, development, storage, supply, distribution, sale, furnishing, carriage, apportionment or measurement of water for municipal and domestic use.

The term "water company" when used in this chapter, includes every corporation or person, their lessees, trustees, receivers or trustees appointed by any court whatsoever, owning, controlling, operating or managing any waterworks for compensation within this state.

Sec. 504. Accounts closed December 31st; balance sheet filed. The accounts of all public utilities shall be closed annually on the 31st day of December unless a different date is fixed by the commission, and a balance sheet of that date so fixed, promptly taken therefrom. Within 3 months after said date, or the date so fixed, such balance sheet together with such other information as the commission shall prescribe, verified by an officer or owner of public utility, shall be filed with the commission. Said commission may for good and sufficient cause extend said time for any public utility not exceeding 1 month and may, in its discretion, excuse any public utility from filing such returns when the gross revenue of such utility does not exceed the sum of \$50,000.

§ 1508-A - Administrative penalty

1. Penalty. Unless otherwise specified in law, the commission may, in an adjudicatory proceeding, impose an administrative penalty as specified in this section.

A. For willful violations of this Title, a commission rule or a commission order by a public utility or a competitive electricity provider, the commission may impose an administrative penalty for each violation in an amount that does not exceed \$5,000 or .25% of the annual gross revenue that the public utility or the competitive electricity provider received from sales in the State, whichever amount is lower. Each day a violation continues constitutes a separate offense. The maximum administrative penalty for any related series of violations may not exceed \$500,000 or 5% of the annual gross revenue that the public utility or the competitive electricity provider received from sales in the State, whichever amount is lower. [2003, c. 505, §23 (new).]

B. For a violation in which a public utility or a competitive electricity provider was explicitly notified by the commission that it was not in compliance with the requirements of this Title, a commission rule or a commission order and that failure to comply could result in the imposition of administrative penalties, the commission may impose an administrative penalty that does not exceed \$500,000. [2003, c. 505, §23 (new).]

C. The commission may impose an administrative penalty in an amount that does not exceed \$1,000 on any person that is not a public utility or a competitive electricity provider and that violates this Title, a commission rule or a commission order. Each day a violation continues constitutes a separate offense. The administrative penalty may not exceed \$25,000 for any related series of violations. [2003, c. 505, §23 (new).]

D. In addition to the administrative penalties authorized by this subsection, the commission may require disgorgement of profits or revenues realized as a result of a violation of this Title, a commission rule or a commission order. [2003, c. 505, §23 (new).]

2. Considerations. In determining the amount of an administrative penalty under this section, the commission shall take into account:

A. The severity of the violation, including the intent of the violator and the nature, circumstances, extent and gravity of the prohibited act; [2003, c. 505, §23 (new).]

B. The reasonableness of the violator's belief that the violator's action or lack of action was in conformance with this Title, a commission

C. The violator's history of previous violations; [2003, c. 505, §23 (new).]

D. The amount necessary to deter future violations; [2003, c. 505, §23 (new).]

E. The violator's good faith attempts to comply after notification of a violation; and [2003, c. 505, §23 (new).]

F. Such other matters as justice requires. [2003, c. 505, §23 (new).]

Section History: PL 2003, Ch. 505, §23 (NEW).

GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1984 National Association of Regulatory Utility Commissioners Uniform System of Accounting for Water Utilities as modified by the Maine Public Utilities Commission pursuant to Chapter 610.
2. Interpret all accounting words and phrases in accordance with the Uniform System of Accounts (USOA).
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section, or page which is not applicable to the respondent enter the words "Not Applicable." Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. All schedules requiring dollar entries should be rounded to the nearest dollar.
7. Complete this report by means which result in a permanent record and save all electronic files. Money items (except averages) throughout the report should be shown in units of dollars adjusted to accord with footings.
8. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule with not enough room. Such a schedule should reference the appropriate schedules, state the name of the utility, and state the year of the report.
9. **The report must be completed and filed with the Commission using CMS by April 1 of the year following the date of report. Paper copies do not need to be filed.**
10. Water utilities with less than \$50,000 of annual operating revenues are not required to complete the shaded areas of the report form but must notify the Commission by letter that the revenues were less than \$50,000.

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EXECUTIVE SUMMARY

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State of Maine

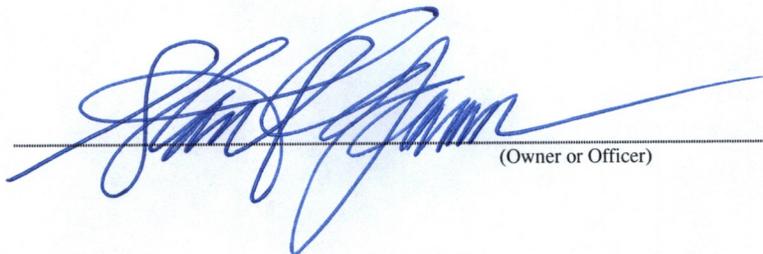
County of _____ County

} SS

I, the undersigned, Stanley W. Harmon Treasurer
(Name of owner or officer) (Title)

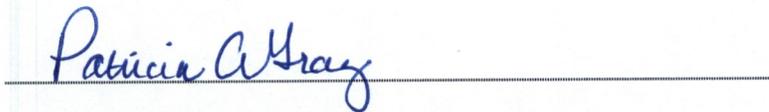
of Town of Bar Harbor
(Full Name of Respondent)

do make oath that the foregoing return has been prepared, under my direction, from the original books, papers, and records of said Company; that I have carefully examined the same, and declare the same to be a complete and correct statement of the business and affairs of said Company in respect to each and every matter and thing therein set forth; and I further say that no deductions were made before stating the operating revenues herein set forth, except those shown in the foregoing accounts; and that the accounts and figures contained in the foregoing return embrace all of the financial operations of said Company during the period for which said return is made, to the best of my knowledge, information, and belief.


(Owner or Officer)

SUBSCRIBED AND SWORN TO before me

this Twenty-third day of February 2016
(month, year)


PATRICIA A. GRAY
NOTARY PUBLIC
State of Maine
My Commission Expires
January 7, 2020

THIS FORM SHOULD BE COMPLETED USING "/S/ NAME" in place of a hard copy signature.

Line Number	HISTORY OF RESPONDENT
1	
2	1. Exact name of Utility filing this report Town of Bar Harbor
3	
4	2. Location of main office 93 Cottage St., Bar Harbor, ME 04609
5	
6	3. Is this respondent an individual, partnership, association, corporation or municipality? If partnership, give date of
7	partnership and names and addresses of partners. _____
8	
9	Municipal Corporation
10	
11	
12	
13	
14	4. Give date when the utility commenced to serve the public. _____
15	Approximately 1875
16	
17	5. If a corporation, give date of organization and government of state under which organized. If organized under legislative
18	charter, state year, chapter and all amendments. _____
19	SP 159 of the Maine Laws of 2001
20	
21	
22	
23	
24	
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31	6. If consolidation or merger, give names of all constituent and merged companies with reference to charters and general laws
32	under which each was organized, and authority for consolidation or merger.
33	
34	Not Applicable
35	
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44	7. If a reorganized company, give name of original corporation, and date, authority, and cause of re-organization.
45	
46	Bar Harbor Water Company, February 10, 1874; Chapter 449 of the Laws of 1874
47	Entity purchased by Town of Bar Harbor Municipality October 4, 2001; PUC Docket #2001-528
48	Bar Harbor Water Company corporate entity was dissolved in June, 2003
49	In July, 2003, the entity became a Division of the Town's Public Works Department
50	8. If in hands of receiver, give name of receiver date of appointment, and court having jurisdiction.
51	
52	Not Applicable

HISTORY OF RESPONDENT

Line Number			
1			
2	9. State fully the territory you are authorized to serve. _____		
3			
4	Any area within the confines of the Town of Bar Harbor		
5			
6			
7			
8			
9			
10	10. Territory actually being served. _____		
11			
12	Serving the major part of the population base of the Town, consisting of the Town, including the territory located principally within the villages of Bar Harbor, Halls Cove and Salisbury Cove.		
13			
14			
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22	11. State fully what business, if any, is being conducted other than that of a water utility. _____		
23			
24	None		
25			
26	12. State date of annual meeting, number of shares of stock represented at last annual meeting, and voting power of several classes of stock. _____		
27			
28			
29	Not Applicable / Municipal Corporation		
30			
31			
32			
33			
34			
35	13. Give names, addresses and holdings of the ten largest stockholders.		
	<i>Name</i>	<i>Address</i>	<i>Common Shares held</i>
	<i>Preferred shares held</i>		
36	Not Applicable		
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Line Number	
1	1. Exact name of Utility <u>Town of Bar Harbor</u>
2	2. Name and address of person to whom correspondence concerning this report should be addressed
3	<u>Stanley Harmon, Treasurer</u>
4	<u>93 Cottage St., Bar Harbor, ME 04609</u>
5	
6	
7	3. Telephone <u>288-5096</u> 3a. E-mail address: <u>treasurer@barharbormaine.gov</u>
8	4. List below the address of where the utility's books and records are located
9	<u>Financial records -93 Cottage St., Bar Harbor, ME 04609</u>
10	<u>Operations records - 50 Public Works Way, Bar Harbor, ME 04609</u>
11	
12	5. Telephone <u>207-288-5096</u>
13	6. List below any audit groups reviewing records and operations: <u>audit of fiscal year ending June</u>
14	<u>James W. Wadman, CPA</u>
15	<u>P.O. Box 889</u>
16	<u>Ellsworth, ME 04605</u>
17	
18	7. Date of original organization of the utility <u>February 10, 1874; Town purchased October 4, 2001</u>
19	8. List below the names, titles and telephone numbers of each:

OFFICERS

	<i>Name</i>	<i>Title</i>	<i>Number</i>
20	Cornell F. Knight	Town Manager	288-4098
21	Chip R. Reeves	Public Works Director	288-1026
22	Stanley W. Harmon	Treasurer	288-5096
23	Patricia A. Gray	Town Clerk	288-4098
24	Jeff Van Trump	Superintendent	288-3555
25	Ed Bearor, Rudman & Winchell	Town Attorney	947-4501
26	Lee Bragg, Bernstein Shur	Bond Attorney	623-1596
27			
28			

DIRECTORS

	<i>Name</i>	<i>Title</i>	<i>Number</i>
29	Mr. Paul Paradis	Council Chair	288-4995 W
30	Mr. Gary Friedmann	Council Vice Chair	288-5323 H
31	Mr. David Bowden	Councilor	288-3491 W
32	Mr. Peter St. Germain	Councilor	288-3924 H
33	Ms. Anne Greenlee	Councilor	541-786-8077 H
34	Mr. Burt Barker	Councilor	288-4326 H
35	Mr. Clark Stivers	Councilor	288-9408 H
36			
37			

COMPANY PROFILE

Provide to the extent available a brief narrative company profile which covers the following areas:

- A. Brief company history
- B. Public services rendered
- C. Major goals and objectives
- D. Major operating divisions and functions
- E. Current and projected growth patterns
- F. Major transactions having material effect on operations

A. On October 4, 2001, 100% of the Bar Harbor Water Company's stock was acquired by the Town of Bar Harbor. This action was approved by PUC Docket #2001-528. The corporation was subsequently dissolved on June 25, 2003 and the utility since has operated as a division of the Town's Public Works Department but supported 100% by user fees. The Town updates annually a long term (5 years) capital improvement plan that incorporates regulatory, infrastructure and operational improvements to the system. There is a history of the Water Company available to the public on the Town's web site at www.barharbormaine.gov. This extensive history was commissioned by the National Park Service and contains historical data and activity from 1873 to 2004.

B. The public services rendered are focused on delivering high quality water at the best possible pricing for the consumer as well as maintaining adequate public and private fire hydrant pressures through the system.

C. One of the primary goals are the savings realized by combining and coordinating the needed water main upgrades with other critical upgrades of the Town infrastructure (sewer main replacements, road reconstruction, sidewalk reconstruction, etc.). Another major goal is to continue to maintain the water utility's filtration waiver on its surface supply which saves the ratepayers considerable monies in cost avoidance if the capital costs of a new filtration plant were otherwise factored into the rate structure. The cooperative effort by the water Division employees along with Acadia National Park staff on the conservation land surrounding the surface supply all contribute to the protection of the utility's water resource. An emphasis on reducing water loss through locating leaks and replacing old pipes is ongoing, including a main and service replacement program that is funded on an annual basis.

D. There is one division of six employees who cross train and share duties; five are licensed operations. The Town also employs a general manager, a construction manager, a technology consultant and a fiscal manager to oversee those aspects of the operations and charges a "service" fee that reimburses the Town's taxpayers for such services. 50% of the wages and benefits of the Water Superintendent are charged directly to the Town's Wastewater Division, as he is superintendent and fully licensed for both operations.

E. The adopted Comprehensive Plan (June 2008) encourages future growth in areas serviced by Town water. A primary goal of the Comp Plan is to support the expansion of the Town's water distribution system into designated growth areas to support planned compact development patterns. This also helps limit the strain on private well water resources. The Town is now a committed partner with the State DOT on a five mile Route #3 upgrade starting just outside the downtown area. This will occur during the 2016 - 2018 timeframe. The Town has already bonded \$1.7 million in 2015 to fund upgrades to portions of its Route #3 water main to a larger size, add gate valves, move some lines for improved maintenance access, increasing pressures and possibly eliminate the small aging standpipe on Ireson Hill.

F. Gross capital investments in 2015 were \$471,360; primarily for water main and service replacements on the Crooked Road, Oliver St., Center St., and a small extension at Snow St. \$2,890 of the investment total was paid for by customers as a *contribution in aid of construction*. In August the utility's vacant land was sold for \$137,750. The Water Division centralized its office, storage and operational facilities during the summer of 2014 at the new public works complex in Hulls Cove and is paying the Town rent, which is equivalent to a pro-rata amount of the annual bonded debt service based upon the square footage used. This rent amount is approved by voters at Town Meeting annually.

The water rates in effect during 2015 were approved by the PUC on January 1, 2013. New rates will be going into effect on January 1, 2016; 14.5% increase for all customers, except for fire public protection which increased by 21.9%. The reason for the increase was to pay new debt service (highlighted in E. above) as well as to cover other costs such as depreciation on prior equipment investment and higher operating costs. The PUC Docket # is #2015-00317.

COMPENSATION OF OFFICERS

Line Number	Name	Title	Officer's Salary (\$)
1	The Town charges a management fee for management and fiscal services that is charged to A/c#634 on W-2; \$78,799. The fee is composed of salaries, benefits and administrative overhead costs. The fee covers time spent by the Town Manager, Public Works Director, Finance Director, Technology Administrator, as well as expenses, benefits and the time of the finance staff, office space and equipment. A formula for these fees and overhead based upon actual estimated past experience is adjusted annually by approval of the Town Council and the annual Town Meeting. None of the personnel above receive any compensatoin or benefits directly from any Water Division revenues.		
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COMPENSATION OF DIRECTORS/TRUSTEES

For each director lister on page E-4 list the number or director/meetings attended by each director/trustee and the compensation received as a director/trustee from the respondent.

Line Number	Name	Title	Number of Meetings Attended	Officer's Salary (\$)
23	Not applicable			
24				
25				
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32				
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AFFILIATION OF OFFICERS AND DIRECTORS

For each of the officials listed on page E-4, list the principal occupation or business affiliation if other than listed on page E-4, and all affiliations or connections with any other business or financial organization, firms, or partnerships. For purposes of this part, official will be considered to have an affiliation with any business or financial organization, firm or partnership in which he is an officer, director, trustee, partner, or a person exercising similar functions.

Line Number	Name	Principal Occupation or Business Affiliation	Affiliation or Connection	Name and Address of Affiliation or Connection
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3	Not Applicable			
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**FINANCIAL
SECTION**

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

Line Number	ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR END (d)	PREVIOUS YEAR END (e)
1		UTILITY PLANT			
2					
3	101-105	Utility Plant	F-6	9,765,133	9,355,231
4	108-110	Less: Accumulated Depreciation and Amortization	F-7	2,433,250	2,260,051
5					
6		Net Plant		7,331,883	7,095,180
7	114-115	Utility Plant Acquisition Adjustments (Net)	F-6	1,577,785	1,647,909
8		Other Plant Adj. (Specify)			
9					
10					
11		Total Net Utility Plant		8,909,668	8,743,089
12					
13		OTHER PROPERTY AND INVESTMENTS			
14					
15	121	Nonutility Property	F-8	0	0
16	122	Less: Accumulated Depreciation and Amortization			
17					
18		Net Nonutility Property		0	0
19					
20	123	Investment In Associated Companies	F-9	0	
21	124	Utility Investments	F-9	0	
22	125	Other Investments	F-9	0	
23	127	Other Special Funds	F-9a	0	0
24					
25		Total Other Property & Investments		0	0
26					
27		CURRENT AND ACCRUED ASSETS			
28					
29	131	Cash		387,043	104,399
30	132	Special Deposits	F-8		
31	134	Working Funds			
32	135	Temporary Cash Investments - Bond \$		1,802,921	402,563
33	141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts	F-10	2,346	32,108
34					
35	145	Accounts Receivable from Associated Companies	F-11		
36	146	Notes Receivable from Associated Companies	F-11		
37	151	Material and Supplies	F-12	143,121	136,968
38	162	Prepayments	F-13	8,080	8,025
39	171	Accrued Interest and Dividends Receivable			
40	174	Misc. Current and Accrued Assets	F-12	0	
41					
42		Total Current and Accrued Assets		2,343,511	684,063
43					
44	181-190	DEFERRED DEBITS	F-13	40,144	53,031
45			& F-14		
46		TOTAL ASSETS AND OTHER DEBITS		11,293,323	9,480,183

COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

Line Number	ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR END (d)	PREVIOUS YEAR END (e)
1		EQUITY CAPITAL			
2	201	Common Stock Issued	F-16		
3	204	Preferred Stock Issued	F-16		
4	211	Other Paid-In Capital			
5	212	Discount on Capital Stock			
6	213	Capital Stock Expense			
7	214	Appropriated Retained Earnings			
8	215	Unappropriated Retained Earnings	F-5	3,399,615	3,047,395
9	216	Reacquired Capital Stock			
10	218	Proprietary Capital (Proprietorship and Partnership Only)			
11		Total Equity Capital		3,399,615	3,047,395
12		LONG-TERM DEBT			
13	221	Bonds	F-17	7,187,507	5,954,692
14	223	Advances from Associated Companies	F-17		
15	224	Other Long-Term Debt	F-17		
16		Total Long-Term Debt		7,187,507	5,954,692
17		CURRENT AND ACCRUED LIABILITIES			
18	231	Accounts Payable		43,517	29,491
19	232	Notes Payable	F-15		
20	233	Accounts Payable to Associated Companies	F-15	13,924	27,597
21	234	Notes Payable to Associated Companies	F-15		
22	235	Customer Deposits			2,142
23	236	Accrued Taxes	F-18		
24	237	Accrued Interest	F-19	34,832	16,381
25	238	Accrued Dividends			
26	239	Matured Long-Term Debt			
27	240	Matured Interest			
28	241	Miscellaneous Current and Accrued Liabilities	F-20	26,336	28,878
29		Total Current and Accrued Liabilities		118,609	104,489
30		DEFERRED CREDITS			
31	251	Unamortized Premium on Debt	F-14	100,256	0
32	252	Advances for Construction	F-20	165,000	165,000
33	253	Other Deferred Credits-Pension OPED		121,196	
34	255	Accumulated Deferred Investment Tax Credits			
35		Total Deferred Credits		386,452	165,000
36	261-265	OPERATING RESERVES	F-21		
37		CONTRIBUTIONS IN AID OF CONSTRUCTION			
38	271	Contributions In Aid Of Construction	F-21	410,699	407,809
39	272	Accumulated Amortization of Contrib. In Aid of Construction.	F-21	209,559	199,202
40		Total Net C.I.A.C	F-21	201,140	208,607
41		ACCUMULATED DEFERRED INCOME TAXES			
42	281	Accumulated Deferred Income Taxes-Accelerated Depreciation			
43	282	Accumulated Deferred Income Taxes-Liberalized Depreciation			
44	283	Accumulated Deferred Income Taxes-Other			
45		Total Accumulated Deferred Income Taxes		0	0
46					
47		TOTAL EQUITY CAPITAL AND LIABILITIES		11,293,323	9,480,183

NOTES TO THE BALANCE SHEET

The space below is provided for important notes regarding the balance sheet.

Acct#114-115 - Original acquisition costs for the purchase of the Water Company in 2001 totaled \$2,454,335. It is amortized over a period of 35 years, starting on 7/1/2003, following dissolution of the Company on June 25, 2003. This amortization schedule represented the average life of all the net depreciable assets on 7/1/03. Annual amortization costs of \$70,124 were not to be included for rate making purposes, as stipulated in the 1/1/04 rate case (Docket #2003-759).

Acct #272 - Accumulated Amortization of Contributions In Aid of Construction (CIAC). The statements for 2014 include 12 months credit amortization of \$10,221 that was included in Acct#407 within the total expense amount of \$232,166 on Schedule F-4. This amount (-\$10,221) offsets the depreciation taken on those same depreciable assets as shown on Schedule F-4 in Acct #403.

GAAP Reconciliation - New Contributions in Aid of Construction (#271) are run through the income statement for reporting purposes on the annual fiscal year audit of June 30th of each year on the Nonutility Income line, but are shown as "increases" to the Contributions In Aid of Construction (CIAC) account on the PUC report as well as in the Town's internal reporting. The amount of CIAC for CY2015 is \$2890 and is shown in further detail on Schedule F-21.

F-4 Operating Statement

Revenues Acct #414 - Gain From Sale of Property. The utility's vacant lot which is next to a Water Division garage that was sold in 2014, was itself sold in 2015. Gross proceeds of the land sale was \$137,750. The building and land was sold by Town Meeting approval as the water Division was to lease part of the new centralized facilities location at the Public Works Complex.

OPERATING STATEMENT-WATER

Line Number	ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR END (d)	PREVIOUS YEAR END (e)
1		UTILITY OPERATING INCOME			
2	400	Operating Revenues (should equal W-3 line 28)	W-3	1,771,047	1,799,864
3	401	Operating Expenses	W-2	986,442	998,254
4	403	Depreciation Expense	W-4	232,166	214,926
5	406	Amortization of Utility Plant Acquisition Adjustment	F-6	70,124	70,124
6	407	Amortization Expense -CIAC		-10,357	1,871
7	408.1	Taxes Other Than Income	F-18	32,179	33,876
8	409.1	Income Taxes	F-18		
9	410.1	Deferred Federal Income Taxes	F-18		
10	411.1	Provision for Deferred Income Taxes-Credit	F-18		
11	412.1	Investment Tax Credits Deferred to Future Periods	F-18		
12	412.11	Investment Tax Credits Restored to Operating Income Utility Operating Expense	F-18		
13		Total Utility Operating Expenses		1,310,554	1,319,051
14		Utility Operating Income		460,493	480,813
15	413	Income From Utility Plant Leased to Others			
16	414	Gains (Losses) From Disposition of Utility Property		144,538	166,094
17		Total Utility Operating Income		605,031	646,907
18		OTHER INCOME AND DEDUCTIONS			
19	415	Revenues From Merchandising, Jobbing and Contract Work		10,098	9,087
20	416	Costs and Expenses of Merchandising, Jobbing and Contract Work		6,569	7,418
21					
22	419	Interest and Dividend Income		903	1,606
23	420	Allowance for Funds Used During Construction			
24	421	Nonutility Income			
25	426	Miscellaneous Nonutility Expenses - OPED Pension		114,075	
26		Total Other Income and Deductions		-109,643	3,275
27		TAXES APPLICABLE TO OTHER INCOME			
28	408.2	Taxes Other Than Income	F-18		
29	409.2	Income Taxes	F-18		
30	410.2	Provision for Deferred Income Taxes	F-18		
31	411.2	Provision for Deferred Income Taxes - Credit	F-18		
32	412.2	Investment Tax Credits - Net	F-18		
33	412.3	Investment Tax Credits Restored to Nonoperating Income	F-18		
34		Total Taxes Applicable To Other Income		0	0
35		INTEREST EXPENSE			
36	427	Interest Expense	F-19	142,390	130,987
37	428	Amortization of Debt Discount & Expense	F-14	778	758
38	429	Amortization of Premium on Debt	F-14		
39		Total Interest Expense		143,168	131,745
40		EXTRAORDINARY ITEMS			
41	433	Extraordinary Income			
42	434	Extraordinary Deductions			
43	409.3	Income Taxes, Extraordinary Items	F-18		
44		Total Extraordinary Items		0	0
45					
46		NET INCOME		352,220	518,437

OPERATING STATEMENT-WATER						
Line Number	ACCT. NO.	(b)	AMOUNTS (c)			
	(a)					
1	215	Unappropriated Retained Earnings, 1/01/15 Beginning Balance				3,047,395
2						
3		Changes to account:				
4	439	Adjustments to Retained Earnings (requires Commission approval prior to use):				
5		Credits				
6						
7		Total Credits				0
8		Debits				
9						
10		Total Debits				0
11						
12	435	Balance Transferred from Income (Page F-4, line 46)				352,220
13						
14	436	Appropriation of Retained Earnings:				
15						
16						
17		Contractual Appropriation of Income (also defined as debt repayment -- if you have made principal payments on bonds this should be reflected here)				
18		Other				
19		Total Appropriation of Income				0
20						
21		Dividends Declared:				
22	437	Preferred Stock Dividends Declared				
23						
24	438	Common Stock Dividends Declared				
25						
26		Total Dividends Declared				0
27						
28	215	Unappropriated Retained Earnings, 12/31/15 Ending Balance				3,399,615
29						
30	214	Appropriated Retained Earnings 1/01/15__ Beginning Balance				
31		(state amount and purpose for each appropriation)				
32		Additions to Appropriated Retained Earnings:				
33						
34		Sinking Fund Reserve				
35		Funded Debt Retired thru Surplus				
36						
37						
38	214	Appropriated Retained Earnings 12/31/15 Ending Balance				0
	ACCT. NO.	TITLE	BEGINNING BALANCE	ADDITIONS	WITHDRAWALS	ENDING BALANCE
39						
40	214.2	Sinking Fund Reserve				0
41	214.3	Funded Debt Retired thru Surplus				0
42	214.4	Other				0
43						0
44		Total	0	0	0	0
44						

UTILITY PLANTS (ACCOUNTS 101-105)

Line Number	ACCT. NO. (a)	(b)	WATER (c)	OTHER (d)	TOTAL (e)
1		PLANT ACCOUNTS			
2	101	Utility Plant In Service	9,739,434		9,739,434
3	102	Utility Plant Leased to Others			0
4	103	Property Held for Future Use			0
5	104	Utility Plant Purchased or Sold			0
6	105	Construction Work in Progress	25,699		25,699
7					
8		Total Utility Plant	9,765,133	0	9,765,133

UTILITY PLANT ACQUISITION ADJUSTMENTS (ACCTS. 114-115)

Report each acquisition adjustment and related accumulated amortization separately. For any acquisition adjustment approved by the Commission, include the Order Number.

Line Number	(a)	WATER (b)	OTHER (c)	TOTAL (d)
9	Acquisition Adjustment (114):			
10				
11	Stock purchases - 2781 @ \$873 = \$2,400,003	2,454,334		2,454,334
12	Unfunded pension reserve = \$ 144,988			
13	All other costs & adjustments = \$ (90,657)			
14				
15				
16	Total Plant Acquisition Adjustments	2,454,334	0	2,454,334
17				
18	Accumulated Amortization (115):			
19				
20	Amortize over 35 years from date of liquidation of the Bar Harbor water Co.			0
21	corporate entity on 6/25/03 (avg. life of all assets) - Beg. Bal. 1/1/15	806,425		806,425
22	Plus: 2015 amortization	70,124		70,124
23				0
24				
25	Total Accumulated Amortization	876,549	0	876,549
26				
27	Net Acquisition Adjustments	1,577,785	0	1,577,785

ACCUMULATED DEPRECIATION (ACCOUNT 108)

Line Number	(a)	WATER (b)	OTHER (c)	TOTAL (d)
1	BALANCE FIRST OF YEAR	2,260,051		2,260,051
2	Credit during year:			
3	Accruals charged to Account 108	232,166		232,166
4	Accruals charged other accounts (specify)			0
5				0
6				0
7	Salvage			0
8	Other credits (specify)			0
9	Total credits	232,166	0	232,166
10				
11	Debits during year:			
12	Book cost of plant retired	58,967		58,967
13	Cost of removal			0
14	Other debits (specify)			0
15				0
16	Total debits	58,967	0	58,967
17				
18	BALANCE END OF YEAR	2,433,250	0	2,433,250

ACCUMULATED AMORTIZATION (ACCOUNT 110)

Line Number	(a)	WATER (b)	OTHER (c)	TOTAL (d)
19	BALANCE FIRST OF YEAR			0
20	Credits during year:			
21	Accruals charged to Account 110	Not applicable		0
22	Other credits (specify)			0
23				0
24				0
25	Total credits	0	0	0
26				
27	Debits during year:			
28	Book cost of plant retired			0
29	Other debits (specify)			0
30				0
31	Total debits	0	0	0
32				
33	BALANCE END OF YEAR	0	0	0

NONUTILITY PROPERTY (Account 121)

Report separately each item of property with a book cost of \$25,000 or more included in Acct. 121. Other items may be grouped by classes of property.

Line Number	DESCRIPTION (a)	BEGINNING YEAR BALANCE (b)	ADDITIONS (c)	RETIREMENTS (d)	ENDING YEAR BALANCE (e)
1					0
2					0
3	Not applicable				0
4					0
5					0
6					0
7					0
8					0
9					0
10					0
11					0
12					0
13					0
14					0
15	Total Nonutility Property	0	0	0	0

SPECIAL DEPOSITS (ACCOUNT 132)

Report hereunder all special deposits carried in Account 132.

Line Number	DESCRIPTION OF SPECIAL DEPOSITS (a)	YEAR END BOOK COST (b)
16	SPECIAL DEPOSITS (Acct. 132):	
17		
18	Not applicable	
19		
20		
21		
22		
23	Total Special Deposits	0

Utility Name: Town of Bar Harbor

INVESTMENTS AND SPECIAL FUNDS (Accts. 123-127) continued.

OTHER SPECIAL FUNDS (Acct. 127)

Line Number	Purpose of Fund (a)	Name of Securities in Fund (b)	Trustee of Fund (c)	(d)	Balance in fund beginning of period (e)	Additions to Fund during Period		Withdrawals from fund (h)	Balance in fund at close of year (i)
						Cash Appropriation Fund (f)	Income from Investment of Fund (g)		
1	Sinking Funds								0
2		None							0
3									0
4									0
5									0
6									0
7	Totals				0	0	0	0	0

ACCOUNTS AND NOTES RECEIVABLE - NET (Accts 141-144)

Report hereunder all accounts and notes receivable included in Acctounts 141, 142 and 144. Amounts included in Accounts 142 and 144 should be listed individually.

Line Number	Description (a)	TOTAL (b)
1	ACCOUNTS RECEIVABLE:	
2		
3	Customer Accounts Receivable (Acct. 141):	
4	Water	5,911
5	Other	1,535
6		
7	Total Customer Accounts Receivable	7,446
8		
9	OTHER ACCOUNTS RECEIVABLE (Acct. 142):	
10		
11		
12		
13		
14		
15	Total Other Accounts Receivable	0
16		
17	NOTES RECEIVABLE (Acct. 144):	
18		
19		
20		
21		
22		
23		
24	Total Notes Receivable	0
25		
26	Total Accounts and Notes Receivable	7,446
27		
28	ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS (Acct. 143):	
29		
30	Balance first of year	4,600
31	Add: Provision for uncollectibles for current year	500
32	Collections of accounts previously written off	
33	Utility accounts	
34	Others	
35		
36	Total Additions	500
37	Deduct accounts written off during year:	
38	Utility Accounts	
39	Other	
40		
41		
42	Total accounts written off	0
43		
44	Balance end of year	5,100
45		
46	Total Accounts and Notes Receivable - Net	2,346

MATERIALS AND SUPPLIES

Line Number	ITEMS (a)	WATER (b)	OTHER DEPARTMENTS (c)	TOTAL (d)
1	Materials for Operations	143,121		143,121
2				
3	Materials for Construction Purposes			0
4				
5	Appliances (Held for Sale)			0
6				
7				
8				
9				
10				
11				
12	Totals	143,121	0	143,121

MISCELLANEOUS CURRENT AND ACCRUED ASSETS (Acct. 174)

Line Number	DESCRIPTION OF ASSET (a)	AMOUNT (B)
13	Accrued Utility Revenues	
14	Other:	
15		
16		
17	None	
18		
19		
20		
21		
22		
23		
24		
25		
26		
27		
28		
29		
30		
31		
32		
33		
34		
35		
36		
37		
38		
39		
40		
41		
42	Total	0

PREPAYMENTS (Acct. 162)				
Line Number	(a)	WATER (b)	OTHER (c)	TOTAL (d)
1	Prepaid Insurance			0
2	Prepaid Rents			0
3	Prepaid Interest			0
4	Prepaid Taxes			0
5	Other Prepayments (Specify): State Assessments & Assoc Dues	6,949		6,949
6	Health Insurance	1,131		1,131
7				0
8				
9	Total Prepayments	8,080	0	8,080

MISCELLANEOUS DEFERRED DEBITS (Acct. 186)					
Line Number	Description (a)	Amt. Credited to utility property (b)	Cost of Removal (c)	Salvage Credited (c)	Balance at end of year (d)
10	Miscellaneous Deferred Debits (Acct. 186):				
11					
12	Deferred Rate Case Expense (Acct. 186.6)				7,771
13	Other Deferred Debits				
14	Retirement Work in Progress				
15					
16	Tank Painting Maintenance - Prepaid Amortization (Jax Lab tank)				20,718
17	amortized @ 27,000 per annum to exp acct #35.6				
18	20 years amort. for 2 steel tanks				
19					
20	Deferred Pension Outflows (GASB #74)				7,120
21					
22					
23					
24					
25	Total Miscellaneous Deferred Debits				35,609

UNAMORTIZED DEBT DISCOUNT AND EXPENSE (Acct. 181)

Line Number	Name of Debt to which discount and expense relate (a)	Original amount of discount and expense (b)	Amortization Period		Balance in account at beginning of year (e)	Charges to account during year (f)	Discount extinguished during year (g)	Balance in account at close of year (h)
			From (year) (c)	To (year) (d)				
1	GO SRF Bond	15,179	2002	2022	5,313		778	4,535
2	Duckbrook Tank							
3	2/15/2002							
4								
5								
6								
7								
8								
9								
10								
11								
12								
13								
14								
15	Totals	15,179			5,313	0	778	4,535

UNAMORTIZED PREMIUM ON DEBT (Acct. 251)

Line Number	Name of Debt to which premium relates (a)	Total premium to close of year (b)	Amortization Period		Balance in account at beginning of year (e)	Credits to account during year (f)	Premium extinguished during year (g)	Balance in account at close of year (h)
			From (year) (c)	To (year) (d)				
1								0
2	Rte #3 2015 Bond	100,256			0	100,256		100,256
3	(premium to be used							0
4	for construction &							0
5	interest costs)							0
6								0
7								0
8								0
9								0
10								0
11								0
12								0
13								0
14								0
15	Totals	100,256			0	100,256	0	100,256

EXTRAORDINARY PROPERTY LOSSES (Acct. 182)

Report each item separately.

Line Number	DESCRIPTION (a)	TOTAL (b)
31	Extraordinary Property Losses (Acct. 182):	
32		
33		
34		
35		
36	Total Extraordinary Property Losses	0

NOTES PAYABLE (Accts. 232 and 234)

OTHER SPECIAL FUNDS (Acct. 127)

Line Number	(a)	Nominal Date of Issue (b)	Date of Maturity (c)	INTEREST		Principle Amount per Balance Sheet (f)
				Rate (d)	Frequency of Payment (e)	
1	Account 232-Notes Payable					
2		None				
3						
4						
5						
6						
7						
8						
9	Totals Account 232					0
10	Account 234-Notes Payable to					
11	Associated Companies					
12		None				
13						
14						
15						
16						
17						
18						
19	Totals Account 234					0

ACCOUNTS PAYABLE TO ASSOCIATED COMPANIES (Acct. 233)

Report each account payable separately.

Line Number	Description (a)	Total (b)
20		
21	Temporary payable to Town of Bar Harbor - General Fund	13,924
22		
23		
24		
25		
26		
27		
28		
29		
30		
31	Total	13,924

CAPITAL STOCK (Acct. 201 & 204)
A.-With Par Value

For the purposes of this report, capital stock and other securities are considered to be nominally issued when certificates are signed and sealed and placed with the proper officer for sale and delivery or are pledged or otherwise placed in some special fund of the respondent. They are considered to be actually issued when sold to a bona fide purchaser for a valuable consideration, and such purchaser holds free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be actually outstanding. If reacquired by or for the respondent under such circumstances as require them to be considered as held alive, and not canceled or retired, they are considered to be nominally outstanding.

Line No.	Class of Stock (a)	No. of shares specified in Articles of Incorporation (b)	Par value per share (c)	Authorized by P.U.C.		Par value actually outstanding at close of year (f)	Cash received as consideration for issue (g)	Cash value of other property acquired or services received as consideration for issue (h)	Amount nominally outstanding at close of year (i)
				No. of shares (d)	Par value (e)				
1									
2	Common								
3		Not Applicable							
4									
5	Total Common								0
6	Preferred								
7									
8									
9	Total Preferred								0
10	Receipts outstanding								
11	for installments paid								
12	Total								0

B.-Without Par Value

Line No.	Class of Stock (j)	No. of Shares specified in Articles of Incorporation (k)	No. of shares authorized by P.U.C. (l)	Stock Actually Outstanding		Cash Value of other property acquired or services received as consideration for issue (o)	No. of shares nominally outstanding at close of year (p)
				Shares (m)	Cash consideration (n)		
13							
14	Common						
15							
16		Not Applicable					
17							
18							
19	Preferred						
20							
21							
22							
23							
24	Receipts outstanding						
25	for installments paid						
26	Total						

LONG TERM DEBT (Acct. 221, 223 and 224)

A.- With Par Value

Submit particulars of the various unmatured bonds and other evidences of long term debt which were in existence at the close of the year. For the purposes of this report, capital stocks and other securities are considered to be nominally issued when certificates are signed and sealed and placed with the proper officer for sale and delivery or are pledged or otherwise placed in some special fund of the respondent. They are considered to be actually issued when sold to a bona fide purchaser for a valuable consideration, and such purchaser holds free from control by the respondent. All securities actually issued and not reacquired by or for the respondent are considered to be actually outstanding. If reacquired by or for the respondent under such circumstances as require them to be considered as held alive, and not canceled or retired, they are considered to be nominally outstanding.

Line No.	Name and Description of Obligation	Date of Issue	Date of Maturity	Par Value Authorized	Par Value actually outstanding at close of year	Cash received as consideration for issue	Cash value of other property acquired or services received as consideration for issue	Interest		
								Rate percent	Due Date	Interest charged to income during year
(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	
1	Bonds									
2	GO Bond SRF									
3	Duckbrook Tank Loan	Feb 15, 2002	Oct 1, 2021	750,000	265,274	750,000	0	2.67%	April & Oct 1st	8,559
4										
5	GO Bond									
6	Main Replacements	May 1, 2010	May 1, 2030	600,000	450,000	600,000	0	2.0% - 4.0%	May & Nov 1st	15,475
7										
8	GO Bond									
9	BHWC Acq. Refinancing	Sept 15, 2011	Dec 1, 2031	3,739,000	2,475,733	3,739,000	0	2.0% - 3.5%	June & Dec 1st	67,523
10	& Main Replacements									
11										
12	GO Bond SRF									
13	Duckbrook Pump Station	Oct 1, 2012	Oct 1, 2032	2,679,150	2,296,500	2,679,150	0	1.50%	Oct & April 1st	31,253
14	& UV Units @ Plant									
15										
16	GO Bond									
17	Rte #3 Water Mains	Sept 10, 2015	Oct 15, 2035	1,700,000	1,700,000	1,800,256	0	2.0% - 5.0%	Oct & April 15th	19,580
18										
19										
20										
21										
22	Notes									
23										
24										
25										
26	Advances from				7,187,507					
27	Associated Cos.									
28										
29										
30	Other Long Term Debt									
31										
32										
33	Total									142,390

ACCRUED TAXES (Acct. 236)

Line Number	(a)	WATER (b)	OTHER (c)	TOTAL (d)
1	Balance First of Year			0
2				
3	Accruals Charged:			
4	Utility Regulatory Assessment Fees	10,307		10,307
5	Property Taxes			0
6	Payroll Taxes	21,872		21,872
7	Other Taxes & Licenses			0
8	Federal Income Taxes			0
9	State Income Taxes			0
10	Deferred F.I.T			0
11	Deferred S.I.T			0
12	Deferred Income Taxes - Credit			0
13	ITC Deferred To Future Periods			0
14	ITC Restored To Operating Income			0
15	Taxes Applicable to Other Income			0
16	(Accts. 408.2, 409.2 & .3, 410.2, 411.2			
17	412.2 & .3)			
18				
19	Total Taxes Accrued	32,179	0	32,179
20				
21	Taxes Paid During Year:			
22	Utility Regulatory Assessment Fees	10,307		10,307
23	Property Taxes			0
24	Payroll Taxes	21,872		21,872
25	Other Taxes & Licenses			0
26	Federal Income Taxes			0
27	State Income Taxes			0
28	Deferred F.I.T			0
29	Deferred S.I.T			0
30	Deferred Income Taxes - Credit			0
31	ITC Deferred To Future Periods			0
32	ITC Restored To Operating Income			0
33	Taxes Applicable to Other Income			0
34	(Accts. 408.2, 409.2 & .3, 410.2,			
35	411.2, 412.2 & .3)			
36				
37	Total Taxes Paid	32,179	0	32,179
38				
39	Balance End of Year	0	0	0

ACCRUED INTEREST (Acct. 237)

Line Number	(a)	Balance at Beginning of Year (b)	INTEREST Accrued during Year		Interest Paid During Year (e)	Balance End of Year (f)
			Acct. Debit (c)	Amount (d)		
1	Account No. 237.1 -					
2	Accrued Interest on					
3	Long Term Debt:					
4	2/15/GO SRF	1,692	427	8,559	8,782	1,469
5	5/1/2010 GO	2,660	427	15,475	15,600	2,535
6	9/15/2011 GO	5,677	427	67,523	67,980	5,220
7	10/1/2012 GO SRF	6,352	427	31,253	31,577	6,028
8	9/10/15 GO	0	427	19,580		19,580
9	Total Account No. 237.1	16,381		142,390	123,939	34,832
10						
11	Account No. 237.2 -					
12	Accrued Interest on					
13	Other Liabilities:					
14						
15						
16						
17						
18						
19	Total Account No. 237.2	0		0	0	0
20						
21	Total Account No. 237	16,381		142,390	123,939	34,832

REGULATORY COMMISSION EXPENSE--NORMALIZATION OF RATE CASE EXPENSE (Accts. 666 and 667)

Line Number	Description of Case (Docket No.) (a)	Expense Incurred During Year (b)	Amount Transferred to Acct. No. 186.6 (c)	Charged Off During Year	
				Acct. (d)	Amount (e)
22					
23	Docket 2015 -317; effective 1/1/16	7,771	7,771	666	0
24	amortize 1/1/2016 - 12/31/2017 (2 years)				
25					
26					
27					
28					
29					
30					
31					
32	Total	7,771	7,771		0

MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES (Acct. 241)

Line Number	Description (a)	Balance End of Year (b)
1	Advance Billing and Payments	
2	Other:	
3	241.1 Accrued Wages Worked	9,184
4	241.2 Accrued Vacation Wages	17,152
5		
6		
7		
8		
9		
10		
11		
12		
13		
14		
15	Total Miscellaneous Current and Accrued Liabilities	26,336

ADVANCES FOR CONSTRUCTION (Acct. 252)

Line Number	Name of Payor (a)	Balance Beginning of Year (b)	Debits		Credits (e)	Balance End of Year (f)
			Acct. Debit (c)	Amount (d)		
1	Birch Bay Retirement Village	165,000				165,000
2	Crooked Road Main Extension					
3						
4	(refundable 10 year contract from					
5	7/14/2006) - expires 7/15/2016					
6						
7	Expires to CIAC (#271) & amortize					
8	over remain years- 64 years mains					
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30						
31						
32						
33						
34						
35						
36	Total	165,000		0	0	165,000

OPERATING RESERVES (Acct. 261-265)

Line Number	Describe hereunder the several reserves carried in this account submitting balances in each reserve. (a)	Credit Balance at Start of Year (b)	Additions (c)	Withdrawals (d)	Credit Balance at close of year (e)
1	Acct. 261-Property Insurance Reserve				0
2	Acct. 262-Injuries & Damages Reserve				0
3	Acct. 263-Pensions & Benefits Reserve				0
4	Acct. 265-Miscellaneous Operating Reserves				0
5	Other				0
6		None			
7					
8					
9					
10	Total	0	0	0	0

CONTRIBUTIONS IN AID OF CONSTRUCTION (Acct. 271)

Line Number	(a)	YEAR END BOOK COST (b)
1	Balance first of year	407,809
2	Add credits during year:	
3	Contributions received from System Development, Main Extension and Customer Connection Charges (see below)	2,890
4		
5		
6	Total Credits	2,890
7	Deduct refunds during year	
8	Balance end of year	410,699
9	Less Accumulated Amortization	209,559
10		
11	Net CIAC	201,140

ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION RECEIVED FROM SYSTEM DEVELOPMENT CHARGES AND MAIN EXTENSION CHARGES RECEIVED DURING THE YEAR

Line Number	Description of Charge	Number of Connections	Water
12			
13	Services	3	2,890
14			
15			
16			
17			
18			
19			
20			
21			
22			
23	Total Credits from System Development, Main Extension Charges		2,890

**RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME FOR FEDERAL INCOME TAXES
(Utility Operations)**

1. The reconciliation should include the same detail as furnished on Schedule M-1 of the federal tax return for the year. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount and show the computation of all tax accruals.

2. If the utility is a member of a group which files a consolidated federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating intercompany amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignment, or sharing of the consolidated tax among group members.

Line Number	(a)	Ref. (b)	Amount (c)
1	Net income for the year		
2	Reconciling items for the year:		
3	Taxable income not reported on books:		
4			
5			
6	Not Applicable		
7			
8			
9			
10	Deductions recorded on books not deducted for return:		
11			
12			
13			
14			
15			
16			
17	Income recorded on books not included in return:		
18			
19			
20			
21			
22			
23			
24	Deduction on return not charged against book income:		
25			
26			
27			
28			
29			
30			
31	Federal tax net income		
32			
33	Computation of tax:		

POLITICAL ACTIVITIES, INSTITUTIONAL ADVERTISING, PROMOTIONAL ADVERTISING AND PROMOTIONAL ALLOWANCES

Report by item the account number, nature, payee and amounts for such activities, advertising, and allowances recorded in separate subdivisions of the non operating account no. 426, "Miscellaneous Nonutility Expenses." Report in an attachment a description of the methods used by the utility to collect and account for such information and methods used to inform its employees and agents of the requirement of Chapter 83 of the Public Utilities Commission's rules and regulations and how to report such information to the utility for inclusion in the report required by Section 2 and the accounts required by Section 3 of this rule. IF NONE, SO STATE.

REMARKS:

Item	Amount
None	

**WATER OPERATION
SECTION**

WATER UTILITY PLANT ACCOUNTS

Line Number	ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)	CURRENT YEAR (f)
1	301	Organization	3,593			3,593
2	302	Franchises				
3	303	Land and Land Rights	133,183			133,183
4	304	Structures and Improvements	1,791,966			1,791,966
5	305	Collecting and Impounding Reservoirs	21,831			21,831
6	306	Lake, River and Other Intakes	129,361			129,361
7	307	Wells and Springs				
8	308	Infiltration Galleries and Tunnels				
9	309	Supply Mains				
10	310	Power Generation Equipment	74,000			74,000
11	311	Pumping Equipment	310,422			310,422
12	320	Water Treatment Equipment	682,570			682,570
13	330	Distribution Reservoirs and Standpipes	854,676			854,676
14	331	Transmission and Distribution Mains	3,556,029	338,253	5,286	3,888,996
15	333	Services	693,625	71,941	5,720	759,846
16	334	Meters and Meter Installations	323,245		9,140	314,105
17	335	Hydrants	267,761	6,000	3,000	270,761
18	339	Other Plant and Miscellaneous Equipment				
19	340	Office Furniture and Equipment	11,545	15,710	7,325	19,930
20	341	Transportation	245,172	48,341	27,063	266,450
21	342	Stores Equipment				
22	343	Tools, Shop and Garage Equipment	44,240		3,923	40,317
23	344	Laboratory Equipment				
24	345	Power Operated Equipment				
25	346	Communication Equipment	111,616			111,616
26	347	Miscellaneous Equipment	65,812			65,812
27	348	Other Tangible Plant				
28						
29		Total Water Plant	9,320,647	480,245	61,457	9,739,435

WATER OPERATING REVENUES (Acct. 400)

1. Report below the amount of operating revenue for the year for each prescribed account and the amount of increase or decrease over the preceding year.
2. If increases and decreases are not derived from previously reported figures explain any inconsistencies.
3. Number of customers should be reported on the basis of number of meters, plus number of flat rate accounts except that where separate meter readings are added for billing purposes one customer shall be counted for each group of meters so added. If the customer count in the residential service classification includes customers counted more than once because of special services, such as air conditioning, etc. indicate in a footnote the number of such duplicate customers included in the classification.
4. Unmetered sales should be included below.

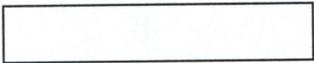
Line No.	ACCT NO.	Account Name	Operating Revenues			Thousand Gallons Sold*		
			Amount for Year (c)	Increase or decrease from preceding year (d)	Amount for year (e)	Increase or decrease from preceding year (f)	Number of Customers for Year (g)	
1		OPERATING REVENUES						
2		SALES OF WATER						
3	460	Unmetered Sales to Gen. Customers						
4								
5								
6								
7								
8	460	Total	0	0	0	0	0	0
9	461	Metered Sales to Gen. Customers						
10	461.1	Residential	469,232	-13,627	55,761	-4,005	1,249	
11	461.2	Commercial	500,570	-26,229	111,619	4,243	439	
12	461.3	Industrial- Jax Lab	139,336	2,378	60,628	4,377	45	
13	461.4	Public Authorities	59,099	7,462	12,450	4,093	48	
14		Total	1,168,237	-30,016	240,458	8,708	1,781	
15	462.1	Public Fire-Protection Service	480,468	0			1	
16	462.2	Private Fire-Protection Service	109,711	1,759			86	
17	464	Other Sales to Public Authorities						
18	466	Sales for Resale						
19	467	Interdepartmental Sales						
20		Total Sales of Water	1,758,416	-28,257	240,458	8,708	1,868	
21		OTHER OPERATING REVENUES						
22	470	Forfeited Discounts						
23	471	Miscellaneous Service Revenues	12,631	-560				
24	472	Rents from Water Property						
25	473	Interdepartmental Rents						
26	474	Other Water Revenues						
27		Total Other Operating Revenues	12,631	-560	0	0	0	
28		Total Operating Revenues	1,771,047	-28,817	240,458	8,708	1,868	

*Where water meters record cubic feet, multiply cubic feet by 7.48 to obtain number of gallons.

WATER OPERATING REVENUES SUBJECT TO PUC/OPA ASSESSMENT

Using the information reported on page W-3, calculate the revenues subject to Commission Assessment per 35-A M.R.S.A. §116. This section defines revenues as follows: "For the purpose of this section, 'intrastate gross operating revenues' mean intrastate revenues derived from filed rates, except revenues derived from sales for resale." Therefore, Sales for Resale should be excluded when calculating the revenues subject to assessment.

Line	Description	Annual Revenues	Amount Subject to Assessment
1	Total Water Revenues (from W-3 line 28, Column c)	\$1,771,047	
2	Total Sales for Resale - Account 444 (from W-3 line 18, Column c)	\$0	
3	Net Subject to Assessment (Line 1 minus Line 2)		\$1,771,047



BASIS FOR WATER DEPRECIATION CHARGES

Line Number	ACCT. NO. (a)	ACCOUNT NAME (b)	Total Investment (c)	Depreciation Base (d)	Depreciation Rate (e)	Annual Depreciation (f)
1	304	Structures and Improvements	1,791,966	1,785,034	20-40 yrs	41,136
2	305	Collecting and Impounding Reservoirs	21,831	21,312	75 yrs	148
3	306	Lake, River and Other Intakes	129,361	129,361	67 yrs	1,941
4	307	Wells and Springs				
5	308	Infiltration Galleries and Tunnels				
6	309	Supply Mains				
7	310	Power Generation Equipment	74,000	74,000	20 yrs	1,300
8	311	Pumping Equipment	310,422	298,238	20-25 yrs	14,790
9	320	Water Treatment Equipment	682,569	558,678	12-20 yrs	31,733
10	330	Distribution Reservoirs and Standpipes	854,676	759,472	50 yrs	17,093
11	331	Transmission and Distribution Mains	3,888,996	3,888,996	40-76 yrs	53,325
12	333	Services	758,774	685,763	33-40 yrs	17,449
13	334	Meters and Meter Installations	314,105	244,475	expense	9,404
14	335	Hydrants	270,761	257,724	50 yrs	4,926
15	339	Other Plant and Miscellaneous Equipment				
16	340	Office Furniture and Equipment	19,930	18,244	6-20 yrs	1,397
17	341	Transportation Equipment	266,450	165,576	5-12 yrs	23,684
18	342	Stores Equipment				
19	343	Tools, Shop and Garage Equipment	40,317	5,238	10 yrs	521
20	344	Laboratory Equipment				
21	345	Power Operated Equipment				
22	346	Communication Equipment	111,616	111,616	10-20 yrs	10,178
23	347	Miscellaneous Equipment	65,813	39,916	10-20 yrs	3,141
24	348	Other Tangible Plant				
25		Total Depreciable Water				
26		Plant In Service	9,601,587	9,043,643	0	232,166

EMPLOYEES AND COMPENSATION

Line Number	NATURE OF OCCUPATION (a)	Number of Employees Dec 31 (b)	Total Compensation for year (c)	Water Dept. (d)	Other Depts. (e)
1	Superintendents **	1	39,446	39,446	
2	Source of Supply Employees				
3	Purification System Employees				
4	Pumping System Employees				
5	Transmission Employees				
6	Distribution Employees-Includes Overtime	4	215,425	215,425	
7	Other Outside Employees				
8					
9					
10	Store House Employees				
11					
12	Shop Employees				
13					
14					
15	Customers Accounting Dept.				
16	Meter Readers				
17	Collectors				
18	Other Employees	1	42,151	42,151	
19					
20	General Office Employees				
21	Accounting Dept				
22	Treasury Dept				
23	Legal Dept				
24	Engineering Dept				
25	Purchasing Dept				
26	Other General Office Employees				
27					
28					
29	General Officers				
30					
31	Total Officers and Employees	6	297,022	297,022	0

Where compensation is apportioned by companies operating two or more utilities or departments, describe the basis of apportionment. Indicate what departments are covered by returns in column (e).

** The Supt. Salary is shared 50% with the Wastewater Division

CLASSIFICATION OF CUSTOMERS

Line No.	CLASSIFICATION (a)	NUMBER OF CUSTOMERS		
		Metered (b)	Unmetered (c)	Total (d)
1	Residential	1,249	1	1,250
2	Commercial	439	76	515
3	Industrial-Jax Lab	45	2	47
4	Governmental	48	8	56
5	Affiliated Distributors			
6	Other Distributors			
7	Grand Total	1,781	87	1,868

SOURCE OF SURFACE WATER SUPPLY

Line No.	Name and Location of Reservoir (a)	Area of Watershed Sq. MI (b)	Storage Capacity in Thousand Gal. (c)	Est. Daily Yield in Dry Year in Thousand Gal. (d)	Draft During Year	
					Av. Daily in Thousand Gal. (e)	Max. Daily in Thousand Gal. (f)
1						
2	Eagle Lake, Bar Harbor	3.6	580,000	250,000	948	1926
3						
4						
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						

SOURCE OF GROUNDWATER SUPPLY

Line Number	Description of Source (a)	Open or Covered	Depth* (b)	Diameter (c)	Yield in Gallons per day (d)	Pumping Method** (e)
1	Springs					
2					None	
3						
4						
5						
6	Shallow Wells (100 feet or less)				None	
7						
8						
9						
10						
11						
12	Deep Wells (over 100 feet, specify if artesian)				None	
13						
14						
15						
16						
17						
18	Infiltration Galleries or collecting walls				None	
19						
20						
21						
22						
23						

*For infiltration galleries, state length in feet instead of depth, under column (b)

** Direct suction, air-lift or deepwell pump

DISTRIBUTION RESERVOIRS, STANDPIPES AND TANKS

- Show the requested information concerning structures employed for storage of water in connection with the distribution system.
- In column (f) indicate whether zone is high pressure, low pressure or other characteristics.

Line Number	Location (city, village or town) (a)	Classification (earth, steel, concrete, etc.) (b)	Open or Covered (c)	Capacity in thousand gallons (d)	Maximum Number of Day's Supply (e)	Service Zone Supplied (f)
1	Salisbury Cove, Bhar Harbor-1928 (Inactive)	Riveted Steel	Covered	50	1	Salisbury Cove
2	Duckbrook, Bar Harbor-1936	Riveted Steel	Covered	528	1	100% coverage
3	Jackson Lab, Bar Harbor-1968	Welded Steel	Covered	500	1	100% coverage
4	Duckbrook, Bar Harbor-2001	Concrete	Covered	500	0.5	100% coverage
5						
6						
7						
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						

WATER TREATMENT

FOR EACH SUPPLY, CHECK AND/OR SPECIFY THE TYPE OF TREATMENT USED

Line Number	Name of Source	Chlorination	Fluoridation	Flocculation/Coagulation	Sedimentation	Filtration	Iron/Manganese Removal	Lead/Copper	Other Treatment (specify)
1	Eagle Lake (surface supply)		1964					lime, CO2	2013
2		x	x			waiver		x	x
3								(ph corrosion control)	Ultraviolet
4									
5									(Stage 2 Disinfection By-Products Rule)
6									
7									
8									
9									
10									
11									
12									

FEET OF TRANSMISSION AND DISTRIBUTION MAINS

Explain any important items included in column (f)

Line Number	Kind of Pipe (Galvanized, Cast Iron, Ductile, etc) (a)	Diameter in inches (b)	In Use First of Year (c)	Added During Year (d)	Retirements during Yr (e)	Adjustments Dr. (or Cr.) during Yr (f)	In Use End of Year (g)
1	Transmission	24	1,280				1,280
2		20	9,770				9,770
3		16	8,230				8,230
4		14	2,660				2,660
5		12	5,819				5,819
6							
7							
8							
9	Total Transmission		27,759	0	0	0	27,759
10	Distribution	1.5	1,182		250		932
11		2	24,796		1,177		23,619
12		2.5	450				450
13		3	16,221	117			16,338
14		4	10,410	1,427			11,837
15		6	42,238		1,321		40,917
16		8	34,814	1,321			36,135
17		10	17,541				17,541
18		12	8,352				8,352
19							
20							
21							
22							
23	Total Distribution		156,004	2,865	2,748	0	156,121

FIRE HYDRANTS

- Show the requested information concerning fire hydrants used in furnishing water for public and private fire protection
- If respondent gives fire protection without direct charge, the hydrants used for such purpose should be so designated by appropriate footnotes.

Line Number	Location (a)	Size of Hydrant (valve opening) inches (b)	Diameter of Plugs to Main inches (c)	Number of Hydrants in Service					
				At Beginning of Year		Added during year (f)	Retired during year (g)	At End of Year	
				Company Owned (d)	Not Co. Owned (e)			Company Owned (h)	Not Co. Owned (i)
1	Public Hydrants	6	6	109		1	1	109	
2	Private Hydrants - 7 accts	6	6		25				25
3									
4	Sprinklers -	1			2				2
5		1.5			12	1			13
6		2		1	17	2			19
7		3			3	1			4
8		4		1	12	2			14
9		6		4	60	5			65
10		8			2				2
11									
12	Total Sprinklers			6	108	11			119

SERVICE PIPES

- Show the requested information concerning the service pipes used in the delivery of water from the distribution mains.
- State in a footnote upon what basis, if any, consumers are charged for the installation of services.
- If the respondent owns the services from the main to the curb or property line, classify such services as "owned by respondent."

Line Number	Diameter, in. (a)	Number at Beginning of Year (b)	Added During Year (c)	Retired During Year (d)	Number at End of Year		
					Total (e)	Active (f)	Inactive (g)
1	Owned by Respondent						
2	3/4"	1201	2	30	1173	1167	6
3	1"	452	34	4	482	477	5
4	1.5"	64		2	62	61	1
5	2"	98	2	1	99	97	2
6	3"	3			3	3	
7	4"	38			38	37	1
8	6"	10			10	9	1
9							
10							
11							
12							
13							
14	Total	1866	38	37	1867	1851	16
15	Owned by Consumers					Est	Est
16							
17							
18							
19							
20	Total						

CONSUMER'S METERS

I. Show the requested information concerning consumers' meters in service or in stock during the year.

Line Number	Size, in. (a)	Number of Meters in Service				Number in Stock at End of Year (f)	Number Purchased During Year (g)	Number Condemned or Sold during Year (h)
		Beginning Year (b)	Installed During Year (c)	Removed During Year (d)	End of Year (e)			
1	Owned by Respondent							
2	5/8"	1262	68	66	1264	124	130	66
3	3/4"	277	21	20	278	5	10	20
4	1"	133	12	11	134	4	10	11
5	1.5"	47	2	2	47			2
6	2"	52	1	2	51			2
7	3"	18			18			
8	4"	5			5			
9	6"	2			2			
10								
11								
12								
13								
14								
15								
16								
17	Total	1796	104	101	1799	133	150	101
18	Owned by Consumers							
19								
20								
21								
22								
23								
24								
25								
26								
27	Total							

WATER PRODUCTION AND CONSUMPTION

1. Show quantities of water produced and purchased and the quantities delivered to consumers and lost or unaccounted for during the year. Where estimates are used, the basis thereof should be set forth in a footnote.

Line Number	Month (a)	Thousand Gallons Delivered to Mains				
		Purchased (b)	Groundwater		Surface Water	
			By Pumping (c)	By Gravity (d)	By Pumping (e)	By Gravity (f)
1	January				18,162	
2	February				18,500	
3	March				16,699	
4	April				19,678	
5	May				28,931	
6	June				37,009	
7	July				47,668	
8	August				50,165	
9	September				42,332	
10	October				31,429	
11	November				19,035	
12	December				16,470	
13	Totals	0	0	0	346,078	
14						
15	Total PRODUCTION WATER					
16	THOUSAND GALLONS					
17	Total REVENUE WATER (Page W-3, line 20, col. e) or					
18	240,458					
19	Balance as NON-REVENUE WATER		State Percentage:		105,620	
20			30.52%			
21	Description and estimated consumption of Non-Revenue Water					
22	Utility Usage-at source/treatment plants				3,000	
23	Utility Usage-flushing hydrants		Number flushed:	250	8,000	
24	Utility Usage-bleeders		Number in use:	4 Winter, 1 Annual	10,400	
25	Utility Usage-meter bench		Number meters tested:	0	-	
26	Utility Usage-other purposes (specify):					
27	Summer mains - filling and flushing				5,000	
28						
29						
30	Fire Protection		Number of hydrant-using fires:	6	250	
31	Main Breaks		Number of breaks:	5	35,000	
32	Service Line losses before meters		Number of cases:	8	8,065	
33	Other Non-Revenue uses/losses (specify):					
34						
35						
36	Total Accounted for Non-Revenue Water (Lines 22 through Lines 35)				69,715	
37	Unaccounted for Water		10.4%		35,906	
38	Total Non-Revenue Water (Lines 36 plus Line 37)				105,621	
39						
40	System DEMAND Data		Quantity (mgd)	Date		
41	Average Daily Demand:		0.948			
42	Maximum Day Demand:		1.926	8/2/2015		
43	Peak Hour Demand:		3.650	5/21/2015		

Remarks Note: Non-revenue water is water that was produced and used but did not produce water revenues; unaccounted for water is a subset of this.

Prior years-line 37 Unaccounted for Water: (000) gallons

CY2014 - 43,158 or 12.6%

CY2013 - 45,966 or 13.3%

CY2012 - 51,336 or 14.7%

CY2011 - 58,879 or 15.6%

**SYSTEM INFRASTRUCTURE ASSESSMENT
SECTION**

INFRASTRUTURE SURCHARGE REVENUE SUMMARY

1. This page must be filled out by any water utility that are charging an Infrastructure Surcharge

Line No.	Rate Class (a)	Amount Collected from Surcharge (b)	Expected Surcharge Collection (c)	\$ Difference (d)	% Difference (if difference exceeds 20%, provide explanation below) (e)
1					
2	Public Fire Protection			0	#DIV/0!
3	Private Fire Protection		Not Applicable	#VALUE!	#VALUE!
4	Residential			0	#DIV/0!
5	Commercial			0	#DIV/0!
6	Industrial			0	#DIV/0!
7	Public Authorities			0	#DIV/0!
8	Other			0	#DIV/0!
9	Total	0	0	#VALUE!	#VALUE!
10					
11	Explanation of Differences Greater than 20%				
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					

W-3

Capital Reserve Account Summary

1. This page must be filled out by any water utility that have placed rates into effect that include funding for a Capital Reserve

Line No.	Beginning Balance (a)	Additions to Account (b)	Deduction from Account (c)	Ending Balance (g)
1				
2				
3				
4		None		
5				

Detail of Deductions from Account

	Project Description (should match description in SIA filed with the Commission)	Amount Spent from Reserve Account
1		
2	None	
3		
4		
5		
6		
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19		
20	Total (Must equal total deductions from above)	

SYSTEM INFRASTRUCTURE ASSESSEMENT REPORT - UPDATE

1. This page must be filled out by any water utility that have placed rates into effect that include either a Capital Reserve Account or Infrastructure Surcharge pursuant to Chapter 675.

Line No.	Project Name (a)	Total Cost from Previous Year (b)	% Complete (c)	Actual Cost (d)	Cost Index (most recent update) (e)	Percent Increase/Decrease (f)	Revised Cost to Complete (g)	Revised Total Cost (h)	Number of Customers for Year (g)
1									
2									
3		Not Applicable							
4									
5									
6									
7									
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									
26									
27									
28									