

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, 2017

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).

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EXECUTIVE SUMMARY

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State of Maine

County of Hancock

} SS

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

of Town of Bar Harbor
(Full Name of Respondent)

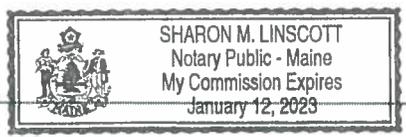
do make oath that the foregoing return has been prepared, under my direction, from the original books, papers, and records of said Company; that I have carefully examined the same, and declare the same to be a complete and correct statement of the business and affairs of said Company in respect to each 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.

[Handwritten Signature]
(Owner or Officer)

SUBSCRIBED AND SWORN TO before me

this 20th day of February, 2018
(month, year)

[Handwritten Signature]



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	Municipal Corporation
9	
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	
25	
26	
27	
28	
29	
30	
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	
36	
37	
38	
39	
40	
41	
42	
43	
44	7. If a reorganized company, give name of original corporation, and date, authority, and cause of re-organization.
45	Bar Harbor Water Company, February 10, 1874; Chapter 449 of the Maine Laws of 1874
46	Entity purchased by the Town municipality on October 4, 2001; PUC Dockete #2001-528
47	Bar Harbor Water Company corporate entity was dissolved in June, 2003
48	In July 2003, the utility became a Division of the Town's Public Works Department
49	
50	8. If in hands of receiver, give name of reciever date of appointment, and court having jurisdiction.
51	
52	Not Applicable

Line Number	HISTORY OF RESPONDENT		
1			
2	9. State fully the territory you are authorized to serve. _____		
3			
4	Any area within the boundaries 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		
13	the territory located principally within the villages of Bar Harbor, Hulls Cove and Salisbury Cove		
14			
15			
16			
17			
18			
19			
20			
21			
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		
27	classes of stock. _____		
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>
36			
37	Not Applicable		
38			
39			
40			
41			
42			
43			
44			
45			
46			
47			
48			
49			
50			
51			
52			

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 W 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>Operation Records - 50 Public Works Way, Bar Harbor, ME 04609</u>
11	
12	5. Telephone <u>Operations - 288-3555</u>
13	6. List below any audit groups reviewing records and operations: <u>audit of fiscal year ending each 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>2/10/1874; Town purchased 10/4/2001</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	Charles 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	Paul Paradiss	Council Chair	288-8995 H
30	Gary Friedmann	Council Vice Chair	460-7362 C
31	Matthew Hochman	Councilor	404-9380 C
32	Peter St. Germain	Councilor	266-4064 C
33	Erin E. Cough	Councilor	288-5250 H
34	Judie Noonan	Councilor	266-4997 C
35	Stephen Coston	Councilor	288-9458 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 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. 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 throughout 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 Divison personnel 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 replacing old pipes is ongoing and involves a capital replacement program that is reviewed and funded on an annual basis. Through its smart meter technology staff is able to notify customers of possible leaks through readout anomalies.

D. There is one divison of six employees who cross train and share duties; three are licensed operators. The Town also employs a general manager, a construction manager, a technology manager and a fiscal manager to oversee those aspects of the operations and charges a "service" fee that reimburses the Town's taxpayers for such service. Included in the service fee is a finance component for the Town to perform the related banking, bonding, accounting, payroll, payable and reporting functions. 50% of the wages and benefits of the water Superintendent are charged to the Town's wastewater Division, as he is fully licensed for both operations.

E. The Comprehensive Plan (June 2008) encourages growth in areas service 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 exisiting private well water resources. The Town has a commitment with Maine DOT on a five mile Route #3 upgrade starting just outside the downtown area. The Town bonded \$1.7 million to fund upgrades to portion of its Route #3 water main to a larger size, add gate valves and move water lines for improved maintenance access, increase pressures and possibly eliminate the small aging standpipe on Ireson Hill. Most of the project will be complete by the end of 2018. Debt service on the bond is already included in the water rates.

F. Gross capital investments in 2017 were \$912,803 (\$780,018 from the referenced Rte#3 bond in item E). This Rte#3 project is only partially complete, so the spent monies remain in Construction Work In Process and is not depreciated in CY2017. There was also a small main extension on Albert Meadow to service a sprinkler sytem for a renovated Town Park, a new pipe fusion machine purchase, as well as an actuator installed for opening valves at the pump station. The last rate case was effective 1/1/16 on PUC Docket # 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.		
2			
3			
4			
5	The fee is composed of salaries, benefits and administrative overhead costs.		
6			
7			
8	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, software and equipment. A formula for these fees and apportioned overhead based upon past experience is adjusted annually by approval of the Town Council and the annual Town Meeting process.		
9			
10			
11			
12			
13			
14			
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16			
17			
18			
19	None of the personnel above receive any compensation or benefits directly from any Water Division revenues.		
20			
21			
22			

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				
26				
27				
28				
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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
1				
2				
3				
4				
5	Not Applicable			
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SUMMARY OF STATISTICS		
(TO BE COMPLETED BY INVESTOR-OWNED WATER UTILITIES ONLY)		
Line Number		WATER
1	PLANT (000's omitted)	
2		
3	Plant in Service _____	Not Applicable
4	Construction Work in Progress _____	
5	Plant Acquisition Adjustment _____	
6	Plant Held for Future Use _____	
7	Materials and Supplies _____	
8	Less:	
9	Accumulated Depreciation and Accumulated Amortization _____	
10	Contribution in Aid of Construction _____	
11		
12	Net Book Cost _____	
13		
14	REVENUES AND EXPENSES (000's omitted)	
15		
16	Operating Revenues _____	
17		
18	Depreciation and Amortization Expense _____	
19	Income Tax Expense _____	
20	Taxes Other Than Income _____	
21	Other Operating Expenses _____	
22		
23	Total Operating Expenses _____	
24		
25	Net Operating Income _____	
26		
27	Other Income _____	
28	Other Income Deductions _____	
29		
30	Net Income _____	
31		
32	NUMBERS OF CUSTOMERS	
33		
34	Residential - Yearly Average _____	
35	Commercial - Yearly Average _____	
36	Industrial - Yearly Average _____	
37	Others - Yearly Average _____	
38		
39	Total _____	
40		
41	OTHER STATISTICS	
42		
43	Average Annual Residential Use _____	
44	Average Annual Residential Revenue per 1,000 Gallons _____	
45	Average Residential Monthly Bill _____	
46	Gross Plant Investment per Customer _____	

**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	10,610,850	9,696,905
4	108-110	Less: Accumulated Depreciation and Amortization	F-7	2,706,531	2,471,114
5					
6		Net Plant		7,904,319	7,225,791
7	114-115	Utility Plant Acquisition Adjustments (Net)	F-6	1,437,537	1,507,661
8		Other Plant Adj. (Specify)			
9					
10					
11		Total Net Utility Plant		9,341,856	8,733,452
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		30,977	124,761
30	132	Special Deposits	F-8	0	
31	134	Working Funds		779,532	616,324
32	135	Temporary Cash Investments - Rte#3 Bond		1,200,000	1,700,000
33	141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts	F-10	11,557	7,397
34					
35	145	Accounts Receivable from Associated Companies	F-11	0	
36	146	Notes Receivable from Associated Companies	F-11	0	
37	151	Material and Supplies	F-12	204,817	193,046
38	162	Prepayments	F-13	7,483	7,336
39	171	Accrued Interest and Dividends Receivable			
40	174	Misc. Current and Accrued Assets	F-12	0	
41					
42		Total Current and Accrued Assets		2,234,366	2,648,864
43					
44	181-190	DEFERRED DEBITS	F-13	124,529	62,771
45			& F-14		
46		TOTAL ASSETS AND OTHER DEBITS		11,700,751	11,445,087

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	4,838,892	4,097,635
9	216	Reacquired Capital Stock			
10	218	Proprietary Capital (Proprietorship and Partnership Only)			
11		Total Equity Capital		4,838,892	4,097,635
12		LONG-TERM DEBT			
13	221	Bonds	F-17	6,060,765	6,625,312
14	223	Advances from Associated Companies	F-17		
15	224	Other Long-Term Debt	F-17		
16		Total Long-Term Debt		6,060,765	6,625,312
17		CURRENT AND ACCRUED LIABILITIES			
18	231	Accounts Payable		33,982	36,929
19	232	Notes Payable	F-15		
20	233	Accounts Payable to Associated Companies	F-15	36,530	698
21	234	Notes Payable to Associated Companies	F-15		
22	235	Customer Deposits			
23	236	Accrued Taxes	F-18		
24	237	Accrued Interest	F-19	34,071	30,001
25	238	Accrued Dividends			
26	239	Matured Long-Term Debt			
27	240	Matured Interest			
28	241	Miscellaneous Current and Accrued Liabilities	F-20	42,096	22,178
29		Total Current and Accrued Liabilities		146,679	89,806
30		DEFERRED CREDITS			
31	251	Unamortized Premium on Debt	F-14	44,581	100,256
32	252	Advances for Construction	F-20		
33	253	Other Deferred Credits-Pension OPED		202,308	124,908
34	255	Accumulated Deferred Investment Tax Credits			
35		Total Deferred Credits		246,889	225,164
36	261-265	OPERATING RESERVES	F-21	79,015	73,322
37		CONTRIBUTIONS IN AID OF CONSTRUCTION			
38	271	Contributions In Aid Of Construction	F-21	582,673	577,196
39	272	Accumulated Amortization of Contrib. In Aid of Construction.	F-21	254,162	243,348
40		Total Net C.I.A.C	F-21	328,511	333,848
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		11,700,751	11,445,087

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 7/1/2003. Annual amortization cost of \$70,124 were not to be included for rate making purposes, as stipulated in the 1/1/04 rate case Docket #2003-759. The acquisition cost represented the cost to acquire the Company over and above its book value, including assumption of debt obligations.

Acct #272 - Accumulated Amortization of Contributions In Aid of Construction (CIAC). The \$10,815 is included in Acct #407 within the total depreciation expense amount of \$235,369 on Schedule F-4, Acct #403. This amount (\$10,815) offsets the depreciation taken on those same depreciable assets as shown on Schedule F-4 in Acct #403. The purpose of this accounting is to remove from the depreciation rate base any assets paid for by outside contributions.

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 "increase" 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 CY2017 is \$5,477 and is shown in further detail on Schedule F-21.

Acct #265 - Tank Painting Reserves, increased by \$27,000 annually by a transfer from Retained Earnings with a goal of \$270,000+/- . The \$27,000 is included in the rate base expenses of each rate case, including the latest one, but is not reflected as an expense in this report, unless actual cash is expended. See PUC pages F-5 and F-21.

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	2,121,788	2,174,559
3	401	Operating Expenses	W-2	921,330	994,901
4	403	Depreciation Expense	W-4	235,369	236,213
5	406	Amortization of Utility Plant Acquisition Adjustment	F-6	70,124	70,124
6	407	Amortization Expense	F-3	-10,815	-33,789
7	408.1	Taxes Other Than Income	F-18	28,707	32,507
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		1,244,715	1,299,956
14		Utility Operating Income		877,073	874,603
15	413	Income From Utility Plant Leased to Others			
16	414	Gains (Losses) From Disposition of Utility Property		1,095	676
17		Total Utility Operating Income		878,168	875,279
18		OTHER INCOME AND DEDUCTIONS			
19	415	Revenues From Merchandising, Jobbing and Contract Work		9,664	9,503
20	416	Costs and Expenses of Merchandising, Jobbing and Contract Work		8,286	5,584
21					
22	419	Interest and Dividend Income		15,069	15,181
23	420	Allowance for Funds Used During Construction			
24	421	Nonutility Income			
25	426	Miscellaneous Nonutility Expenses-Pens GSB#68		9,004	22,800
26		Total Other Income and Deductions		7,443	-3,700
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	166,022	172,836
37	428	Amortization of Debt Discount & Expense	F-14	723	723
38	429	Amortization of Premium on Debt	F-14	-55,675	0
39		Total Interest Expense		111,070	173,559
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		774,541	698,020

OPERATING STATEMENT-WATER						
Line Number	ACCT. NO. (a)	(b)	AMOUNTS (c)			
1	215	Unappropriated Retained Earnings, 1/01/17 Beginning Balance				4,097,635
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)				774,541
13						
14	436	Appropriation of Retained Earnings:				
15						
16		Reverse 2016 Tank Painting Amortization			6,284	
17		Contractual Appropriation of Income (also defined as debt repayment -- if you have made principal payments on bonds this should be reflected here)				
18		Transfer 2017 Tank Paint. To Reserve - see F-21			27,000	
19		Total Appropriation of Income				33,284
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, 12/31/17 Ending Balance				4,838,892
29						
30	214	Appropriated Retained Earnings 1/01/17 Beginning Balance				
31		(state amount and purpose for each appropriation)				
32		Additions to Appropriated Retained Earnings:				
33		Future Tank Painting Reserve				
34		Sinking Fund Reserve				
35		Funded Debt Retired thru Surplus				
36						
37						
38	214	Appropriated Retained Earnings 12/31/17 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	9,782,553		9,782,553
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	828,297		828,297
7					
8		Total Utility Plant	10,610,850	0	10,610,850

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 purchase - 2781 shares @ \$873 = \$2,400,003	2,454,334		2,454,334
12	All other costs & adjustments = \$ 54,331			
13				
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. 1/1/17	946,673		946,673
22	Plus: 2017 amortization	70,124		70,124
23	(per PUC ruling, these expenses cannot be used in rate case pro formas)			0
24				
25	Total Accumulated Amortization	1,016,797	0	1,016,797
26				
27	Net Acquisition Adjustments	1,437,537	0	1,437,537

ACCUMULATED DEPRECIATION (ACCOUNT 108)				
Line Number	(a)	WATER (b)	OTHER (c)	TOTAL (d)
1	BALANCE FIRST OF YEAR	2,471,114		2,471,114
2	Credit during year:			
3	Accruals charged to Account 108	235,369		235,369
4	Accruals charged other accounts (specify)			0
5				0
6				0
7	Salvage			0
8	Other credits -reverse prior retirement-Water Treatment Eqp	6,561		6,561
9	Total credits	241,930	0	241,930
10				
11	Debits during year:			
12	Book cost of plant retired	6,513		6,513
13	Cost of removal			0
14	Other debits (specify)			0
15				0
16	Total debits	6,513	0	6,513
17				
18	BALANCE END OF YEAR	2,706,531	0	2,706,531

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	None		
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	None				0
3					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	None	
19		
20		
21		
22		
23	Total Special Deposits	0

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 (f)
						Cash Appropriation Fund (f)	Income from Investment of Fund (g)		
1	Sinking Funds								
2		None							
3									
4									
5									
6									
7	Totals				0	0	0	0	0

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

Report hereunder all accounts and notes receivable included in Accounts 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	15,887
5	Other	1,670
6		
7	Total Customer Accounts Receivable	17,557
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	17,557
27		
28	ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS (Acct. 143):	
29		
30	Balance first of year	6,000
31	Add: Provision for uncollectibles for current year	
32	Collections of accounts previously written off	
33	Utility accounts	
34	Others	
35		
36	Total Additions	0
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	6,000
45		
46	Total Accounts and Notes Receivable - Net	11,557

MATERIALS AND SUPPLIES

Line Number	ITEMS (a)	WATER (b)	OTHER DEPARTMENTS (c)	TOTAL (d)
1	Materials for Operations	204,817		204,817
2				
3	Materials for Construction Purposes			0
4				
5	Appliances (Held for Sale)			0
6				
7				
8				
9				
10				
11				
12	Totals	204,817	0	204,817

MISCELLANEOUS CURRENT AND ACCRUED ASSETS (Acct. 174)

Line Number	DESCRIPTION OF ASSET (a)	AMOUNT (B)
13	Accrued Utility Revenues	
14	Other:	
15	None	
16		
17		
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			
2	Prepaid Rents			0
3	Prepaid Interest			0
4	Prepaid Taxes			0
5	Other Prepayments (Specify): State Assessments & Assoc. Dues	7,483		7,483
6				0
7				0
8				
9	Total Prepayments	7,483	0	7,483

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)				
13	Other Deferred Debits				
14	Retirement Work in Progress				
15					
16	Deferred Pension Outflows (GASB#74)				121,439
17					
18					
19					
20					
21					
22					
23					
24					
25	Total Miscellaneous Deferred Debits				121,439

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	3,813		723	3,090
2	Duckbrook Tank							
3	2/15/2002							
4								
5								
6								
7								
8								
9								
10								
11								
12								
13								
14								
15	Totals	15,179			3,813	0	723	3,090

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			100,256		55,675	44,581
3	(premium to be used							0
4	for construction of							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			100,256	0	55,675	44,581

EXTRAORDINARY PROPERTY LOSSES (Acct. 182)

Report each item separately.

Line Number	DESCRIPTION (a)	TOTAL (b)
31	Extraordinary Property Losses (Acct. 182):	
32	None	
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						
3		None				
4						
5						
6						
7						
8						
9	Totals Account 232					0
10	Account 234-Notes Payable to					
11	Associated Companies					
12						
13		None				
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	36,530
22	(Due to / Due From Clearing Acct)	
23		
24		
25		
26		
27		
28		
29		
30		
31	Total	36,530

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 issued 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 instalments 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 instalments 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 required 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 (b)	Date of Maturity (c)	Par Value Authorized (d)	Par Value actually outstanding at close of year (e)	Cash received as consideration for issue (f)	Cash value of other property acquired or services received as consideration for issue (g)	Interest			
								Rate percent (h)	Due Date (i)	Interest charged to income during year (j)	
1	Bonds										
2	GO Bond SRF										
3	Duckbrook Tank Loan	February-02	October-21	750,000	181,480	750,000	0	2.67%	April & Oct 1st	8,145	
4											
5	GO Bond										
6	Main Replacements	May-10	May-30	600,000	390,000	600,000	0	2.0% - 4.0%	May & Nov 1st	13,924	
7											
8	GO Bond										
9	BHWC Acq. Refinance										
10	& Main Replacements	September-11	December-31	3,739,000	1,913,239	3,739,000	0	2.0% - 3.5%	June & Dec 1st	56,884	
11											
12	GO Bond SRF										
13	Duckbrook Pump Station										
14	& Treatment Plant	October-12	October-32	2,679,150	2,046,046	2,679,150	0	1.50%	Oct & April 1st	32,244	
15											
16	GO Bond										
17	Rte#3 Water Mains	September-15	October-35	1,700,000	1,530,000	1,800,256	0	2.0% - 5.0%	Oct & April 1st	54,825	
18											
19											
20											
21											
22	Notes										
23											
24											
25											
26	Advances from										
27	Associated Cos.										
28											
29											
30	Other Long Term Debt										
31											
32											
33	Total				6,060,765					166,022	

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	2/15/02 GO SRF	1,241		8,145	7,084	2,302
5	5/1/10 GO	2,410		13,924	14,062	2,272
6	9/15/11 GO	4,750		56,884	56,884	4,750
7	10/1/12 GO SRF	5,701		32,244	29,097	8,848
8	9/10/15 GO	15,899		54,825	54,825	15,899
9	Total Account No. 237.1	30,001		166,022	161,952	34,071
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	30,001		166,022	161,952	34,071

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				
24	Amortize 1/1/16 - 12/31/17 (2 years)	0		666	3,885
25					
26					
27					
28					
29					
30					
31					
32	Total	0	0		3,885

MISCELLANEOUS CURRENT AND ACCRUED LIABILITIES (Acct. 241)

Line Number	Description	Balance End of Year
	(a)	(b)
1	Payments made on account prior to 1/1/18 billing	19,133
2	Other: 241.1 Accrued Wages Worked	12,933
3	241.2 Uncomp Vacation Wages	10,030
4		
5		
6		
7		
8		
9		
10		
11		
12		
13		
14		
15	Total Miscellaneous Current and Accrued Liabilities	42,096

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						0
2						
3	None					
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						
29						
30						
31						
32						
33						
34						
35						
36	Total	0	0	0	0	0

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-Pension Benefits Deferred Inflows	45,733			45,733
4	Acct. 265-Standpipe Painting Reserves	6,282	27,000		33,282
5	Other				0
6					
7					
8					
9					
10	Total	52,015	27,000	0	79,015

CONTRIBUTIONS IN AID OF CONSTRUCTION (Acct. 271)

Line Number	(a)	YEAR END BOOK COST (b)
1	Balance first of year	577,196
2	Add credits during year:	
3	Contributions received from System Development, Main Extension and Customer Connection Charges (see below)	
4	New Services	5,477
5		
6	Total Credits	5,477
7	Deduct refunds during year	
8	Balance end of year	582,673
9	Less Accumulated Amortization	254,162
10		
11	Net CIAC	328,511

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	7	5,477
14			
15			
16			
17			
18			
19			
20			
21			
22			
23	Total Credits from System Development, Main Extension Charges		5,477

**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	Not Applicable		
6			
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
Not Applicable	
None	

Accounting for Pension and Post-Retirement Benefits

Both GAAP and GASB have specific requirements for the accounting for Pension and Post-Retirement Benefits. In the space below the utility should summarize how it accounts for pensions and post retirement benefits (pay as you go, accrual) and any changes in that accounting during the last calendar year. In addition, the utility should list all accounts that it used to record these costs during the calendar year.

Description of Accounting for Pension and Post-Retirement Benefits:

The Town of Bar Harbor funds its pensions and post retirement benefits on a pay as you go method, as recommended by the legal administrators. No assets have been segregated and restricted to provide any post employment benefits. FY2015 was the first year the Town's Water fund recorded any expense attributed to the GASB requirements (GASB 45 & 74). The Town, which has cost sharing with the multiple employer OPEB plans with the Maine Public Employees Retirement System and Maine Municipal Employees Health Trust, records its proportionate share of the collective net OPEB liability on its audited Statement of Net Position. Deferred Outflows (acct 186; F-13), the consumption of a net asset by the Town that is applicable to a future reporting period is recorded as a long term asset. Deferred Inflows,, (acct 253) an acquisition of net assets by the government that is applicable to a future reporting period is recorded as a long term liability. In 2016 and 2017 the approximate 'net' is a net pension liability, shown in the long term liability section (acct 263; f-21). Both Deferred Outflows and Deferred Inflows are recorded on the audited Town's Statement of Net Position. The changes from year to year are reflected as a long term pension expense and is currently not included in the rate base for ratemaking.

Accounts Charged During Year:

Non-cash portion of GASB#68 pension expenses are shown on F-4, Acct#426

Amount

9,004

**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	12,390		1,804,356
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	305,180	10,237		315,417
12	320	Water Treatment Equipment *	564,164		-7,656	571,820
13	330	Distribution Reservoirs and Standpipes	854,676			854,676
14	331	Transmission and Distribution Mains	3,932,795	48,656		3,981,451
15	333	Services	768,635	18,400	2,100	784,935
16	334	Meters and Meter Installations	305,482		3,355	302,127
17	335	Hydrants	274,915	6,091	500	280,506
18	339	Other Plant and Miscellaneous Equipment				
19	340	Office Furniture and Equipment	19,130		558	18,572
20	341	Transportation	280,017			280,017
21	342	Stores Equipment				
22	343	Tools, Shop and Garage Equipment	35,996	21,111		57,107
23	344	Laboratory Equipment				
24	345	Power Operated Equipment				
25	346	Communication Equipment	96,927			96,927
26	347	Miscellaneous Equipment	72,675			72,675
27	348	Other Tangible Plant				
28						
29		Total Water Plant	9,664,526	116,885	-1,143	9,782,554

* Water Treatment Equipment; add \$7,656 back that was previously retired in 2016.

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. (a)	Account Name (b)	Operating Revenues		Thousand Gallons Sold*		Number of Customers for Year (g)
			Amount for Year (c)	Increase or decrease from preceding year (d)	Amount for year (e)	Increase or decrease from preceding year (f)	
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
9	461	Metered Sales to Gen. Customers					
10	461.1	Residential	553,026	-12,360	55,574	-2,668	1,252
11	461.2	Commercial	609,028	-47,273	107,157	-14,674	435
12	461.3	Industrial-Jax Lab	159,184	2,806	54,702	-2,335	41
13	461.4	Public Authorities	72,899	1,632	13,050	-369	52
14		Total	1,394,137	-55,195	230,483	-20,046	1,780
15	462.1	Public Fire-Protection Service	585,604	0			1
16	462.2	Private Fire-Protection Service	129,278	2,833			91
17	464	Other Sales to Public Authorities					
18	466	Sales for Resale					
19	467	Interdepartmental Sales					
20		Total Sales of Water	2,109,019	-52,362	230,483	-20,046	1,872
21		OTHER OPERATING REVENUES					
22	470	Forfeited Discounts					
23	471	Miscellaneous Service Revenues	12,769	-409			
24	472	Rents from Water Property					
25	473	Interdepartmental Rents					
26	474	Other Water Revenues					
27		Total Other Operating Revenues	12,769	-409	0	0	0
28		Total Operating Revenues	2,121,788	-52,771	230,483	-20,046	1,872

*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)	\$2,121,788	
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)		\$2,121,788

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	1,804,356	1,797,424	20-40 yrs	41,498
2	305	Collecting and Impounding Reservoirs	21,831	21,312	75 yrs	148
3	306	Lake, River and Other Intakes	129,361	125,634	67 yrs	1,914
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	2,170
8	311	Pumping Equipment	315,417	308,475	20-25 yrs	14,847
9	320	Water Treatment Equipment	571,820	571,820	12-20 yrs	32,727
10	330	Distribution Reservoirs and Standpipes	854,676	622,303	50 yrs	15,068
11	331	Transmission and Distribution Mains	3,981,451	3,981,451	40-76 yrs	55,758
12	333	Services	784,935	715,090	33-40 yrs	18,515
13	334	Meters and Meter Installations	302,127	229,339	direct expense	8,594
14	335	Hydrants	280,506	268,164	50 yrs	5,154
15	339	Other Plant and Miscellaneous Equipment				
16	340	Office Furniture and Equipment	18,572	16,886	6-20 yrs	2,286
17	341	Transportation Equipment	280,017	177,246	5-12 yrs	23,499
18	342	Stores Equipment				
19	343	Tools, Shop and Garage Equipment	57,107	26,349	10 yrs	1,142
20	344	Laboratory Equipment				
21	345	Power Operated Equipment				
22	346	Communication Equipment	96,927	96,927	10-20 yrs	7,905
23	347	Miscellaneous Equipment	72,675	46,779	10-20 yrs	4,144
24	348	Other Tangible Plant				
25		Total Depreciable Water				
26		Plant In Service	9,645,778	9,079,199	0	235,369

ANALYSIS OF ENTRIES IN WATER DEPRECIATION RESERVE

Line Number	ACCT. NO. (a)	ACCOUNT NAME (b)	RESERVE BALANCE AT BEGINNING OF YEAR (c)	DEPRECIATION ACCRUALS BOOKED TO RESERVE (d)	OTHER CREDITS TO RESERVE* (e)	TOTAL CREDITS TO RESERVE* (Columns d + e) (f)
1	304	Structures and Improvements	164,567	41,498		41,498
2	305	Collecting and Impounding Reservoirs				
3			20,180	148		148
4	306	Lake, River and Other Intakes	38,706	1,914		1,914
5	307	Wells and Springs				
6	308	Infiltration Galleries and Tunnels				
7						
8	309	Supply Mains				
9	310	Power Generation Equipment	4,550	2,170		2,170
10	311	Pumping Equipment	69,081	14,847		14,847
11	320	Water Treatment Equipment	108,128	32,727	6,561	39,288
12	330	Distribution Reservoirs and Standpipes				
13			417,284	15,068		15,068
14	331	Transmission and Distribution Mains				
15			841,029	55,758		55,758
16	333	Services	270,561	18,515		18,515
17	334	Meters and Meter Installations				
18			183,107	8,594		8,594
19	335	Hydrants	59,719	5,154		5,154
20	339	Other Plant and Miscellaneous Equipment				
21						
22	340	Office Furniture and Equipment	6,789	2,286		2,286
23	341	Transportation Equipment	162,850	23,499		23,499
24	342	Stores Equipment				
25	343	Tools, Shop and Garage Equipment	35,674	1,142		1,142
26	344	Laboratory Equipment				
27	345	Power Operated Equipment				
28	346	Communication Equipment	50,410	7,905		7,905
29	347	Miscellaneous Equipment	38,479	4,144		4,144
30	348	Other Tangible Plant				
31						
32		Total	2,471,114	235,369	6,561	241,930
33						

*Specify nature of transaction

Use () to denote reversal entries.

* \$6561 represents a reinstalled asset; erroneously retired in a prior year.

Utility Name:

Town of Bar Harbor

Year of Report:

December 31, 2017

ANALYSIS OF ENTRIES IN WATER DEPRECIATION RESERVE (continued)

Line Number	PLANT RETIRED CHARGED TO RESERVE (g)	ASSOCIATED SALVAGE & INSURANCE (h)	ASSOCIATED COST OF REMOVAL (i)	OTHER CHARGES TO RESERVE (j)	TOTAL CHARGES TO RESERVE (add columns g, h, i, j) (k)	RESERVE BALANCE AT END OF YEAR (columns c + f - column k) (l)
1						206,065
2						
3						20,328
4						40,620
5						
6						
7						
8						
9						6,720
10						83,928
11						147,416
12						
13						432,352
14						
15						896,787
16	2,100				2,100	286,976
17						
18	3,355				3,355	188,346
19	500				500	64,373
20						
21						
22	558				558	8,517
23						186,349
24						
25						36,816
26						
27						
28						58,315
29						42,623
30						
31						
32	6,513	0	0	0	6,513	2,706,531
33						

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 - salary **	1	43,094	43,094	
2	Source of Supply Employees				
3	Purification System Employees				
4	Pumping System Employees				
5	Transmission Employees				
6	Distribution Employees-w/overtime	4	176,343	176,343	
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-Office Mgr	1	44,507	44,507	
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	263,944	263,944	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).

** Superintendent salary is shared 50% with the Wastewater Divison, which he also serves in the superintendent capacity

CLASSIFICATION OF CUSTOMERS

Line No.	CLASSIFICATION (a)	NUMBER OF CUSTOMERS		
		Metered (b)	Unmetered (c)	Total (d)
1	Residential	1,252	1	1,253
2	Commercial	435	81	516
3	Industrial - Jax Lab	41	2	43
4	Governmental	52	8	60
5	Affiliated Distributors			
6	Other Distributors			
7	Grand Total	1,780	92	1,872

SOURCE OF SURFACE WATER SUPPLY

Line No.	Name and Location of Reservoir (a)	Area of Watershed Sq. MI (b)	Storage Capacity in Thousand Gallons		Est. Daily Yield in Dry Year in Thousand Gal. (d)	Draft During Year	
			Above Intake (c1)	Usable Storage (c2)		Av. Daily in Thousand Gal. (e)	Max. Daily in Thousand Gal. (f)
1							
2	Eagle Lake, Bar Harbor	3.6	2,841,220	2,130,920	250,000	941	2,872
3		436 acres	22ft	17ft			
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 Thousand 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)				Nne	
13						
14						
15						
16						
17						
18	Infiltration Galleries/collecting walls/other (specify)				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	Name or 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 - 1928 (Inactive)	Riveted Steel	Covered	50	1	Salisbury Cove
2	Duckbrook - 1936	Riveted Steel	Covered	528	1	100% coverage
3	Jackson Lab - 1968	Welded Steel	Covered	500	1	100% coverage
4	Duckbrook - 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			1964					Lime, CO2	2013
2	Eagle Lake (surface supply)	x	x			Waiver		x	x
3								(ph corrosion control)	Ultraviolet
4									(Stage 2 Disinfection
5									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	932				932
11		2	23,619				23,619
12		2.5	450				450
13		3	16,338				16,338
14		4	11,837				11,837
15		6	40,917	270			41,187
16		8	36,135				36,135
17		10	17,541				17,541
18		12	8,352				8,352
19							
20							
21							
22							
23	Total Distribution		156,121	270	0	0	156,391

FIRE HYDRANTS

1. Show the requested information concerning fire hydrants used in furnishing water for public and private fire protection
2. 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	6	6		25				25
3									
4	Sprinklers	1			2			2	
5		1.5			13			13	
6		2			19			19	
7		3			4			4	
8		4			15	3		18	
9		6			65			65	
10		8			2			2	
11									
12	Total Sprinklers				120	3		123	

SERVICE PIPES

1. Show the requested information concerning the service pipes used in the delivery of water from the distribution mains.
2. State in a footnote upon what basis, if any, consumers are charged for the installation of services.
3. 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"	1171		3	1168	1162	6
3	1"	489	13	4	498	492	6
4	1.5"	62			62	60	2
5	2"	100	4		104	102	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	1873	17	7	1883	1865	18
15	Owned by Consumers					Est	Est
16							
17							
18							
19							
20	Total						

CONSUMER'S METERS

1. 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"	1267	44	36	1275	137	11	36
3	3/4"	278	17	17	278	16	15	17
4	1"	134	10	9	135	1	4	9
5	1.5"	47			47	2	2	
6	2"	51	5	4	52	1	3	4
7	3"	18			18	1	8	
8	4"	5			5	1	1	
9	6"	2			2			
10								
11								
12								
13								
14								
15								
16								
17	Total	1802	76	66	1812	159	44	66
18	Owned by Consumers							
19								
20								
21								
22								
23								
24								
25								
26								
27								

**SYSTEM INFRASTRUCTURE ASSESSMENT
SECTION**

INFRASTRUCTURE 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			Not Applicable		
2	Public Fire Protection			0	#DIV/0!
3	Private Fire Protection			0	#DIV/0!
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	0	#DIV/0!
10					
11	Explanation of Differences Greater than 20%				
12					
13					
14			Not Applicable		
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					

E-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		Not Applicable		
3				
4				
5				

Detail of Deductions from Account

	Project Description (should match description in SIA filed with the Commission)	Amount Spent from Reserve Account
1		
2		
3		
4	Not Applicable	
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 ASSESSMENT 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									
4				Not Applicable					
5									
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