

Bradley T. Hunsicker (Wyoming Bar No. 7-4579)
William G. Cross (Wyoming Bar No. 8-6562)
MARKUS WILLIAMS YOUNG & HUNSICKER LLC
2120 Carey Avenue, Suite 101
Cheyenne, WY 82001
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PROPOSED ATTORNEYS FOR
DEBTOR-IN-POSSESSION

**UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF WYOMING**

In re:)	
)	Case No. 21-20392
WASATCH RAILROAD)	
CONTRACTORS,)	Chapter 11
EIN: 20-2515732)	Subchapter V
)	
Debtor-in-Possession.)	

**SMALL BUSINESS BALANCE SHEET, STATEMENT OF OPERATIONS, CASH-
FLOW STATEMENT, AND FEDERAL INCOME TAX RETURN**

Wasatch Railroad Contractors (“Debtor”), debtor-in-possession herein, by and through its undersigned proposed counsel, hereby submits, pursuant to 11 U.S.C. §§ 1161(1)(A) and 1187(a), its most recent balance sheet, statement of operations, cash-flow statement, and Federal income tax return.

Dated: September 14, 2021

MARKUS WILLIAMS YOUNG AND
HUNSICKER LLC

By: /s/ William G. Cross

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Proposed Counsel for the Debtor and Debtor-in-Possession

July 31, 2021

ASSETS

Current Assets

1007 Cheyenne Petty Cash	\$	4,503.06	
PAYPAL		50.00	
WF Operating 3739148819		19.35	
1ST INTERSTATE OPERATING		41,406.67	
1ST INTERSTATE PAYROLL		296.84	
SBA CARES ACT		(53,219.87)	
Accounts Receivable		(301,652.29)	
Inventory Asset - Cheyenne		761,739.20	
Inventory Asset - Shoshoni		77,443.34	
Account for Credit Transfer		33.50	
Security Deposit		10,000.00	
Loans to Shareholders		64,102.11	
WRR Hoodie		(26.00)	
WRC TShirt		(18.00)	
Total Current Assets			604,677.91

Property and Equipment

Machinery & Equipment	277,246.83	
Automobiles	37,119.74	
2013 CHEVY SILVERADO	33,950.00	
2017 GMC CANYON	32,532.65	
2018 CHEVY SUBURBAN	43,508.90	
Computer / IT Equipment	21,645.79	
Furniture / Fixtures	2,655.78	
Software	5,017.85	
Locomotive	30,000.00	
Sandblasting Shop	10,305.75	
Diesel Shop	2,380.95	
Machinery & Equipment	220,215.82	
Automobiles	8,000.00	
Computer / IT Equipment	7,953.73	
Furniture / Fixtures	2,883.23	
Leasehold Improvements	49,712.30	
8 Muskrat Rd	600,000.00	
Accumulated Depreciation	(590,651.80)	
Total Property and Equipment		794,477.52

Other Assets

Leasehold Improvements / Bldg	14,400.00	
Accumulated Amortization	(9,440.00)	
Total Other Assets		4,960.00
Total Assets	\$	1,404,115.43

LIABILITIES AND CAPITAL

Current Liabilities

Accounts Payable	\$	112,362.65
WF LOC - 5979		75,188.06
WF John 1285		6,160.90
WF Jeff 5671		671.40
WF Mike 2089		1,367.26
WF Dan #0350		1,320.02
WF Kim #6164		468.08
WF Steve #5935		1,445.88

Unaudited - For Management Purposes Only

Balance Sheet
July 31, 2021

WF Gerardo #6066	1,446.98	
WF BECKY #6716	3,295.57	
WF CJ #7001	77.66	
Federal Withholding	(11,276.68)	
AFLAC	63.50	
WRC Health Insurance	(131.61)	
Delta Dental	319.87	
VSP	(23.42)	
Big Horn & Divide	468,400.00	
2013 CHEVY SILVERADO	28,585.38	
2017 GMC Canyon	32,126.46	
2018 CHEVY SUBURBAN	37,606.05	
*Sales Tax Payable	322.38	
Total Current Liabilities		759,796.39
Long-Term Liabilities		
Gulf Coast SBA 4374287000	770,880.00	
Gulf Coast 4376987002	489,101.52	
MCHF	763,008.17	
Total Long-Term Liabilities		2,022,989.69
Total Liabilities		2,782,786.08
Capital		
Opening Balance Equity	(793,033.64)	
Owners Equity	30,182.89	
Shareholder Distributions	(33,519.90)	
Retained Earnings	(742,550.51)	
Paid -in-capital	23,915.81	
Common Stock	1,000.00	
Net Income	134,566.35	
Total Capital		(1,379,439.00)
Total Liabilities & Capital	\$	1,403,347.08

WASATCH RAILROAD CONTRACTORS
Statement Page 1 of 2
 Income Statement
 For the Seven Months Ending July 31, 2021

	Current Month		Year to Date	
Revenues				
Boiler - Restorations	\$ 41,954.63	3.95	\$ 41,954.63	3.95
Materials	104,739.39	9.85	104,739.39	9.85
Park/Cosmetic Restorations	18,101.61	1.70	18,101.61	1.70
Hopper Repair	10,657.10	1.00	10,657.10	1.00
Fabrication	185,767.51	17.47	185,767.51	17.47
Brokering	27,215.00	2.56	27,215.00	2.56
Travel	41,077.44	3.86	41,077.44	3.86
Tank Repair	65,129.99	6.13	65,129.99	6.13
Equipment/Property Move	375.00	0.04	375.00	0.04
Signs	165.09	0.02	165.09	0.02
Administration	10,146.54	0.95	10,146.54	0.95
Interest Income	5,754.16	0.54	5,754.16	0.54
Engineering	19,587.50	1.84	19,587.50	1.84
Inspections	15,000.00	1.41	15,000.00	1.41
Restoration & Repair	173,680.25	16.33	173,680.25	16.33
Freight/Shipping	145.36	0.01	145.36	0.01
Railcar Repair	60,099.05	5.65	60,099.05	5.65
Uncategorized Income	283,700.00	26.68	283,700.00	26.68
Total Revenues	1,063,295.62	100.00	1,063,295.62	100.00
 Gross Profit	 1,063,295.62	 100.00	 1,063,295.62	 100.00
Expenses				
Auto Repair & Maintenance - CH	4,454.79	0.42	4,454.79	0.42
Auto Repair & Maintenance - SH	99.48	0.01	99.48	0.01
Advertising & Marketing - CHY	209.92	0.02	209.92	0.02
Property Taxes	(66.09)	(0.01)	(66.09)	(0.01)
Auto Insurance	797.37	0.07	797.37	0.07
Bank Service Charges	1,883.58	0.18	1,883.58	0.18
Liability Insurance	4,489.86	0.42	4,489.86	0.42
Late Fee - Finance Charges	309.53	0.03	309.53	0.03
Travel	10,768.84	1.01	10,768.84	1.01
Meals	3,230.72	0.30	3,230.72	0.30
Lodging	4,694.53	0.44	4,694.53	0.44
Fuel	4,257.04	0.40	4,257.04	0.40
Subcontractor Labor & Fees	6,826.50	0.64	6,826.50	0.64
Auto License	5,596.63	0.53	5,596.63	0.53
Employee Appreciation	325.76	0.03	325.76	0.03
Computer and Internet Expenses	3,003.67	0.28	3,003.67	0.28
Gifts	44.51	0.00	44.51	0.00
Software	2,835.23	0.27	2,835.23	0.27
Subscriptions & Dues	40.74	0.00	40.74	0.00
Accounting Fees	2,100.00	0.20	2,100.00	0.20
Legal	19,896.77	1.87	19,896.77	1.87
Postage	263.22	0.02	263.22	0.02
Printing	208.45	0.02	208.45	0.02
Freight & Delivery	59,762.16	5.62	59,762.16	5.62
Licenses & Certifications	5,618.74	0.53	5,618.74	0.53
Supplies CH	23.30	0.00	23.30	0.00
Licenses & Certifications	2,325.00	0.22	2,325.00	0.22
Insurance Expense	32,818.33	3.09	32,818.33	3.09
Charitable Donations	60,244.74	5.67	60,244.74	5.67
Interest Expense	3,013.27	0.28	3,013.27	0.28
Scholarship	2,500.00	0.24	2,500.00	0.24
Business Meetings	656.32	0.06	656.32	0.06
Office Expenses - CHY	1,547.29	0.15	1,547.29	0.15
Rental Equipment CH	2,832.03	0.27	2,832.03	0.27
Inspections	1,475.00	0.14	1,475.00	0.14
Materials	69,694.35	6.55	69,694.35	6.55

For Management Purposes Only

WASATCH RAILROAD CONTRACTORS
 Statement Page 2 of 2
 Income Statement

For the Seven Months Ending July 31, 2021

	Current Month		Year to Date	
Equipment Fuel SH	1,634.94	0.15	1,634.94	0.15
Shop Consumables SH	55.00	0.01	55.00	0.01
Safety	180.00	0.02	180.00	0.02
Switching Fees	3,600.00	0.34	3,600.00	0.34
Storage - SH	4,920.00	0.46	4,920.00	0.46
Rent - CHY	29,121.00	2.74	29,121.00	2.74
Repairs & Maintenance - SHO	19,365.80	1.82	19,365.80	1.82
Telephone	3,531.72	0.33	3,531.72	0.33
Gas	2,813.16	0.26	2,813.16	0.26
Electric	302.04	0.03	302.04	0.03
Internet	1,029.78	0.10	1,029.78	0.10
Gas - Diesel Shop	4,945.43	0.47	4,945.43	0.47
Gas - Sandblasting Shop	17,430.95	1.64	17,430.95	1.64
Electric - Diesel Shop	4,751.81	0.45	4,751.81	0.45
Electric - Sandblasting Shop	1,663.26	0.16	1,663.26	0.16
Water, Sewer, Trash	1,867.60	0.18	1,867.60	0.18
Payroll Service Fee	782.90	0.07	782.90	0.07
Wages	428,158.12	40.27	428,158.12	40.27
Social Security Expense	53,288.68	5.01	53,288.68	5.01
Medicare Expense	12,462.45	1.17	12,462.45	1.17
WY Workmans Comp	6,528.48	0.61	6,528.48	0.61
Federal Withholding	2,744.67	0.26	2,744.67	0.26
Company Health Ins Contributio	8,769.90	0.82	8,769.90	0.82
	<hr/>		<hr/>	
Total Expenses	928,729.27	87.34	928,729.27	87.34
	<hr/>		<hr/>	
Net Income	\$ 134,566.35	12.66	\$ 134,566.35	12.66
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Wasatch Railroad Contractors
Case No. 21-20392
5-month projected cash-flow

INCOME & RECEIPTS	Sep-21	Oct-21	Nov-21	Dec-21	Jan-22
STARTING CASH	\$ 9,000.00	\$ 7,120.67	\$ 8,341.34	\$ 8,323.01	\$ 8,519.68
CASH SALES					
INCOME	\$ 200,000.00	\$ 200,000.00	\$ 200,000.00	\$ 200,000.00	\$ 205,000.00
OTHER (ATTACH LIST)					
TOTAL AVAILABLE CASH	\$ 209,000.00	\$ 207,120.67	\$ 208,341.34	\$ 208,323.01	\$ 213,519.68
EXPENSES & DISBURSEMENTS					
RENT	\$ 10,828.00	\$ 10,828.00	\$ 10,828.00	\$ 10,828.00	\$ 10,828.00
EMPLOYEE SALARIES	\$ 64,000.00	\$ 64,000.00	\$ 64,000.00	\$ 64,000.00	\$ 64,000.00
EMPLOYEE BENEFITS	\$ 583.43	\$ 583.43	\$ 583.43	\$ 583.43	\$ 583.43
OWNER/OFFICER SALARIES	\$ 20,544.24	\$ 20,544.24	\$ 20,544.24	\$ 20,544.24	\$ 30,816.36
OWNER/OFFICER BENEFITS	\$ 4,011.53	\$ 4,011.53	\$ 4,011.53	\$ 4,011.53	\$ 4,011.53
TAXES	\$ 30,000.00	\$ 30,000.00	\$ 30,000.00	\$ 30,000.00	\$ 30,000.00
BANK NOTES PAYABLE	\$ 12,617.02	\$ 12,617.02	\$ 12,617.02	\$ 12,617.02	\$ 12,617.02
VEHICLE NOTES PAYABLE	\$ 1,885.03	\$ 1,885.03	\$ 1,885.03	\$ 1,885.03	\$ 1,885.03
VEHICLE EXPENSES	\$ 200.00	\$ 200.00	\$ 200.00	\$ 200.00	\$ 200.00
MAINTENANCE	\$ 500.00	\$ 500.00	\$ 500.00	\$ 500.00	\$ 500.00
INSURANCE	\$ 3,906.30	\$ 3,906.30	\$ 3,906.30	\$ 3,906.30	\$ 3,906.30
INVENTORY	\$ 7,000.00	\$ 7,000.00	\$ 7,000.00	\$ 7,000.00	\$ 7,000.00
SUPPLIES	\$ 20,000.00	\$ 20,000.00	\$ 20,000.00	\$ 20,000.00	\$ 25,000.00
UTILITIES	\$ 6,203.78	\$ 6,203.78	\$ 7,442.78	\$ 8,727.78	\$ 8,727.78
UTILITIES DEPOSIT	\$ 3,100.00				
PROFESSIONAL FEES	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	\$ 10,000.00	
US TRUSTEE FEES	\$ 5,000.00	\$ 5,000.00	\$ 5,000.00		
COURT COSTS					
SALES & MARKETING	\$ 1,500.00	\$ 1,500.00	\$ 1,500.00	\$ 5,000.00	\$ 1,500.00
OTHER (ATTACH LIST)					
TOTAL DISBURSEMENTS	\$ 201,879.33	\$ 198,779.33	\$ 200,018.33	\$ 199,803.33	\$ 201,575.45
ENDING CASH BALANCE	\$ 7,120.67	\$ 8,341.34	\$ 8,323.01	\$ 8,519.68	\$ 11,944.23

Form **1120-S****U.S. Income Tax Return for an S Corporation**

OMB No. 1545-0123

Department of the Treasury
Internal Revenue Service▶ Do not file this form unless the corporation has filed or
is attaching Form 2553 to elect to be an S corporation.▶ Go to **www.irs.gov/Form1120S** for instructions and the latest information.**2020**

For calendar year 2020 or tax year beginning , 2020, ending , 20

A S election effective date 01-24-2005	TYPE OR PRINT	Name WASATCH RAILROAD CONTRACTORS	D Employer identification number 20-2515732
B Business activity code number (see instructions) 811310		Number, street, and room or suite no. If a P.O. box, see instructions. P O BOX 20425	E Date incorporated 01-24-2005
C Check if Sch. M-3 attached <input type="checkbox"/>		City or town, state or province, country, and ZIP or foreign postal code CHEYENNE WY 82003	F Total assets (see instructions) \$ 1,749,994

G Is the corporation electing to be an S corporation beginning with this tax year? ☐ Yes ☒ No If "Yes," attach Form 2553 if not already filed**H** Check if: (1) ☐ Final return (2) ☐ Name change (3) ☐ Address change (4) ☐ Amended return (5) ☐ S election termination or revocation**I** Enter the number of shareholders who were shareholders during any part of the tax year **1****J** Check if corporation: (1) ☐ Aggregated activities for section 465 at-risk purposes (2) ☐ Grouped activities for section 469 passive activity purposes**Caution:** Include **only** trade or business income and expenses on lines 1a through 21. See the instructions for more information.

Income	1 a Gross receipts or sales	1a	1,524,405	
	b Returns and allowances	1b		
	c Balance. Subtract line 1b from line 1a			1c 1,524,405
	2 Cost of goods sold (attach Form 1125-A)			2 100,324
	3 Gross profit. Subtract line 2 from line 1c			3 1,424,081
	4 Net gain (loss) from Form 4797, line 17 (attach Form 4797)			4
5 Other income (loss) (see instructions - attach statement)	Statement #1		5 2,934	
6 Total income (loss). Add lines 3 through 5			6 1,427,015	
Deductions (see instructions for limitations)	7 Compensation of officers (see instructions - attach Form 1125-E)			7 84,375
	8 Salaries and wages (less employment credits)			8 852,109
	9 Repairs and maintenance			9 4,657
	10 Bad debts			10
	11 Rents			11 87,255
	12 Taxes and licenses	Wks Tax/Lic		12 127,001
	13 Interest (see instructions)			13 116,238
	14 Depreciation not claimed on Form 1125-A or elsewhere on return (attach Form 4562)			14 74,982
	15 Depletion (Do not deduct oil and gas depletion.)			15
	16 Advertising			16 742
	17 Pension, profit-sharing, etc., plans			17
	18 Employee benefit programs			18 2,341
	19 Other deductions (attach statement)	Statement #2		19 475,493
	20 Total deductions. Add lines 7 through 19			20 1,825,193
	21 Ordinary business income (loss). Subtract line 20 from line 6			21 (398,178)
Tax and Payments	22 a Excess net passive income or LIFO recapture tax (see instructions)	22a		
	b Tax from Schedule D (Form 1120-S)	22b		
	c Add lines 22a and 22b (see instructions for additional taxes)			22c
	23 a 2020 estimated tax payments and 2019 overpayment credited to 2020	23a		
	b Tax deposited with Form 7004	23b		
	c Credit for federal tax paid on fuels (attach Form 4136)	23c		
	d Reserved for future use	23d		
	e Add lines 23a through 23d			23e
	24 Estimated tax penalty (see instructions). Check if Form 2220 is attached			24
	25 Amount owed. If line 23e is smaller than the total of lines 22c and 24, enter amount owed			25
	26 Overpayment. If line 23e is larger than the total of lines 22c and 24, enter amount overpaid			26
27 Enter amount from line 26: Credited to 2021 estimated tax ▶ Refunded ▶ 27				

Sign Here

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than taxpayer) is based on all information of which preparer has any knowledge.

May the IRS discuss this return with the preparer shown below?
See instructions. ☒ Yes ☐ No**JOHN E RIMMASH**

Signature of officer

Date

PRESIDENT

Title

Paid Preparer Use Only

Print/Type preparer's name

JEFFERY M BRADSHAW

Preparer's signature

Date

Check ☐ if PTINself-employed **P00060137**Firm's name ▶ **JEFFERY M BRADSHAW CPA PC**Firm's EIN ▶ **[REDACTED]**Firm's address ▶ **P O BOX 9**

Phone no.

HEBER CITY UT 84032**(435) 654-2053**