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ANNUAL REPORTING SERVICE

of the

NAME

AguaFlo, LLC

LOCATION

Helena, Montana

PRIVATE WATER UTILITY

TO THE

PUBLIC SERVICE COMMISSION

OF MONTANA

FOR THE YEAR ENDING

2009

Form No. 402-A (01/2009)

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REPORT OF

AquaFlo, LLC

P O Box 1091		Helena, MT 59624
(address)		(city, state, zip code)
For Year Ended	2009	
Date Utility First Organized	3/1/2007	
Telephone Number	406-442-4747	
Location of books and records	4855 N Montana Ave.,	Helena, MT

Contacts				
Name	Title	Principal Business Address	Salary	
Person to send correspondence: W. A. (Bill) Gallagher	Manager	P O Box 1091 Helena, MT 59624		
Person who prepared this report: W. A. (Bill) Gallagher	Manager	P O Box 1091 Helena, MT 59602		
Officers and Managers: W. A. (Bill) Gallagher	Manager	P O Box 1091 Helena, MT 59602	0	

Ownership				
• •	ion or person owning interest or h	olding directly 5 percent or more	of the voting securities	
of the reporting utility				
Name	Percent Ownership in Utility	Principle Business Address	Amt Pd by Utility	
Aqua Sierra, LLC	100%	4855 N Montana Ave.	0	
		Helena, MT 59602		

INC	COME STATEME	ENT	<u> </u>		
ACCOUNT NAME			Current Year		Previous Year
					
OPERATING REVENUE:					
Metered	none				
Residential					
Commercial	*****			<u> </u>	
Industrial	##		*		
Other			~		
Unmetered					
Residential		\$	109,481.00	\$_	112,374.00
Commercial			5,023.00		5,023.00
Industrial					
Fire Protection					
Bulk Sales					
Sale of Materials	Meter		85.00		
Other	Connection fees		220.00		340.00
TOTAL OPERATING REVENUE		\$	114,809.00	\$	117,737.00
		<u></u>			· · · · · · · · · · · · · · · · · · ·
OPERATING EXPENSES:					
Operation and Maintenance Ex	pense	\$	84,852.00	\$	118,208.00
Depreciation Expense			11,534.00		9,449.00
Taxes Other than Income			1,089.00		4,379.00
Deferred Federal Income Taxes	} }		2,641.00		
Deferred State Income Taxes			1,564.00		
TOTAL OPERATING EXPENSE	S	\$	101,680.00	\$	132,036.00
		<u> </u>			
NET INCOME (LOSS) from OPE	RATIONS	\$	13,129.00	\$	(14,299.00)
Other Income:					
Non Utility Income			8,277.00		9,245.00
					·
онго потобрания в настройнения в постоя на предоставления постоя в постоя посто	личен жан на в на в в в на 1 м ничен јучјују си и и и и и и и и и и од јун ви и на 1 м ни и и и и и				
TOTAL OTHER INCOME	эвсэн эвсэх эвсэн МИЧ Маценал уршан этгэг агааны өсөн өсөн об XMM үнд эвсүү аваны осын осын	\$	9 277 00	Ф_	0.245.00
TOTAL OTHER INCOME		Ψ	8,277.00	\$	9,245.00
Other Deductions:					
Non-Utility Expenses					····
Interest Expense			1,969.00		980.00
· ·					
Anna Maria Cara Cara Cara Cara Cara Cara Cara					
TOTAL OTHER DEDUCTIONS		\$	1,969.00	\$	980.00
NET (NCOME (LOSS)		\$	19,437.00	\$	(6,034.00)

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COMPARATI	VE BALA	NCE SHEET	w	
ACCOUNT NAME		Current Year		Previous Year
ASSETS:		004.000.00	ł	200 222 00
Utility Plant in Service	\$	204,968.00		200,833.00 12,603.00
Less: Accumulated Deprec. & Amort.		11,534.00	•	188,230.00
NET UTILITY PLANT	\$	193,434.00	\$	100,230.00
Cash	\$	3,555.00	<u> </u>	705.00
Customer Accounts Receivable		3,358.00		2,427.00
Other Assets (Specify) Land	d	32,951.00		32,951.00
Onio, 7,00010 (Openiny)				
TOTAL ASSETS OTHER THAN UTILITY	PLAN \$	39,864.00	\$	36,083.00
TOTAL AGGLETO OTTILA PARA OTTILA			<u>'</u>	
TOTAL ASSETS	\$	233,298.00	\$	224,313.00
LAND THE AND CARLES				
LIABILITIES AND CAPITAL				
CAPITAL				
Common Stock Issued				
Preferred Stock Issued				
Other Paid in Capital				
Retained Earnings				
Proprietary Capital	\$	97,402.00		89,358.00
TOTAL CAPITAL	\$	97,402.00	\$	89,358.00
LIABILITIES				
Long Term Debt	\$	94,887.00		68,352.00
Accourts Payable	\$	21,804.00		12,603.00
Notes Payable	-	15,000.00		54,000.00
Customer Deposits		· · · · · · · · · · · · · · · · · · ·		<u> </u>
Accrued Taxes		4,205.00		
Other Liabilities (Specify)				
		· w	<u> </u>	
Advances for Construction		· · · · · · · · · · · · · · · · · · ·		
Contributions in aid of Construction		405 000 00	<u></u>	404 OFF OO
TOTAL LIABILITIES	\$	135,896.00	\$	134,955.00
TOTAL LIABILITIES AND CAPITAL	\$	233,298.00	\$	224,313.00
. 4		_ ,	<u> </u>	

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Accumulated Depreciation and A	mor	tization of U		
ACCOUNT 108	(Current Year	Р	revious Year
Balance at First of Year	\$	191,384.00	\$	164,653.00
Credits During the Year:		13,588.00		36,180.00
Accruals Charged to Depreciation Account			,	
Salvage				
Other Credits (Specify):				
Total Credits	\$	204,972.00	\$	200,833.00
Debits During the Year:				
Book Cost of Plant Retired				
Cost of Removal				
Other Debits (Specify):		· · · · · · · · · · · · · · · · · · ·		
Depreciation	\$	11,534.00	\$	9,449.00
		···		
Total Debits	\$	11,534.00	\$	9,449.00
Balance at End of Year	\$	193,438.00	\$	191,384.00

Contributions in Aid of	Const	ruction	
Report below all contractor and developer agreements line extension agreements from which cash or property was received during the year	Indicate		
	Cash	Property	Amount
none			
			^
TOTAL DURING THE YEAR			<u> </u>

Accumulated Deferred Income	Taxes
Description	Amount
Accumulated Deferred Income Taxes	
Federal	2,641.00
State	1,564.00
Total Accumulated Deferred Income Taxes	\$ 4,205.00

Capital S	Stock	
none	Common Stock	Preferred Stock
Par crestated value per share		
Shares Authorized		
Shares Issued and Outstanding		
Total par value of stock issued		
Dividends declared per share for year		

Retained Earnings			
	none	Appropriated	Unappropriated
Balance at first of year			
Changes during year:	<u> </u>		
Net Income (loss) Dividends			
Other (Specify):			
Balance end of year			

Proprieta	ary Capital
	Proprietor or Partner Partner
Balance at first of year	\$ 89,358.00
Changes during year (Specify):	
Increased Assets	\$ 8,985.00
Increased debt	\$ (941.00)
,	
Balance at end of year	\$ 97,402.00

Lon	g Term [Deb	ot		
	Interest			Princ	cipal at Balance
Description of Obligation	Rate		Payment		Sheet Date
Promissory Note to MT Associates	4.85%	\$	2,100.00	\$	45,980.00
Valley Bank Loan	Var. 6%	\$	576.34	\$	48,907.00
	<u> </u>				
Total		\$	2,676.34	\$	94,887,00

Acct No.	Account Name	Previous Year	Additions	Retirements	Current Year
301	Organization				
302	Franchises				
303	Land & Land Rights				
304	Sewer Building	2,501.00			2,501.00
305	Water Building	5,738.00			5,738.00
306	Lake River and Other Intakes				-
307	Wells and Springs				-
308	Infiltration Galleries and Tunnels				-
309	Supply Mains				-
310	Power Generation Equipment				-
311	Pumping Equipment		11,068.00		11,068.00
320	Water Treatment Equipment				1-
330	Combined Water Plant	84,853.00			84,853.00
331	Combined Sewer Plant	71,561.00			71,561.00
333	Services				-
334	Meters and Meter Installations	7,476.00			7,476.00
335	Hydrants				-
339	Pumping Equipment				+
340	Office Furniture and Equipment				-
341	Transportation Equipment				-
342	Software		2,520.00		2,520.00
343	Tools, Shop & Garage Equipment	·			-
344	Laboratory Equipment				
345	Power Operated Equipment				-
346	Communication Equipment				_
347	Fencing	28,703.00			28,703.00
348	Other Tangible Plant				-

\$ 24,137.00	- \$	00.463,11 \$	\$ 12,603.00			55 (85) 14	٦٧	\TOT
							Other Tangible Plant	348
3,828.00		00.419,1	00.41e,1	%9 [.] 9	%0	G١	Fencing Tenant	347
ня.		,					Communication Equipment	346
H							Power Operated Equipment	345
-							Laboratory Equipment	344
-							Tools, Shop & Garage Equipment	343
00.408		00 [.] 1 09		%07	%0	g	Software	342
-							Transportation Equipment	341
-	* -1-1						Office Furniture and Equipment	340
-							Other Plant and Misc. Equipment	939
-				1			Hydrants	332
2,136.00		00.890,1	00.880,1		%0	7	Meters and Meter Installations	334
							Services	333
00.881,7		2,862.00	4,293.00	% †	%0	52	Combined Sewer Plant	331
00.384,8		3,394.00	00.160,8	%t		52	Combined Water Plant	330
-							Water Treatment Equipment	320
00.188,1		00.188,1	-	% 7 1	%0	7	Pumping Equipment	
-					,		Power Generation Equipment	
-	J			· · · · · · · · · · · · · · · · · · ·			Supply Mains	309
-	·						Infiltration Galleries and Tunnels	308
-	<u>-</u>						Wells and Springs	
-							Lake River and Other Intakes	908
312.00		00.74r	165.00	7.5%	%0	68	Water Building	908
00.881		00.49	72.00	2.5%	%0	38	Sewer Building	304
Accumulated Depreciation End Tear of Year	StibenO	etidəQ	Accumulated Depreciation Beginning of Year	Depr. Rate Applied	Average Salvage Value in Percent	Average Service Life in Years	Account	Acct No.
		JuloooA V	iation by Primary	Deprec	mulated	inooA to	o eieylsnA	

Operation and Maintenance Expense	9
Account Name	Amount
Salaries and Wages - Employees	
Salaries and Wages - Officers, Directors and Majority Stockholders	
Employee Pension and Benefits	
Purchased Water	
Purchased Power	18,299.00
Operation and Maintenance	9,243.00
Chemicals	
Materials and Supplies	1,456.00
Contractual Services (Operation, Engineering, Billing, Legal, Mgmt)	33,734.00
Testing & Monitoring	4,278.00
Transportation Expense	,
Insurance Expense	2,341.00
Regulatory Commission Expense	15,363.00
Bad Debt Expense	
Miscellaneous Expense	139.00
TOTAL	\$ 84,853.00

Payments for Services Rendered by Other than Employees
Report all information concerning rate, management, construction advertising, labor relations, public relations or other similar services rendered the respondent of which the aggregate payments during the year to any corporation, partnership, individual, or organization of any kind whatever, amounting to \$500 or more.

Utilities having revenue in excess of \$100,000 should report amounts of \$5,000 or more.

Name of Recipient	Amount	Description of Service
Lindsay Drilling	8,800.00	Pump replacement
WA Gallagher	12,751.00	Management
Pioneer Technical Services, Inc.	2,580.00	Operations/Maintenance
Gallagher and Associates, PLLC	16,355.00	Legal Services
Accounting Beans, LLC	14,260.00	Billing and Accounting Services
NorthWestern Energy	16,940.00	Electric Service
Morrison Maierle	3,123.00	Engineering
Casne & Assoc.	3,455.00	Engineering
·		

Sources of Water Supply			
Surface Water:	River: _n/a_ Lake: _n/a_ Stream:n/a_ Impounding Reservoir: _n/a_		
Ground Water:	No. of Springs:n/a_ No. of Shallow Wells:n/a No. of Deep Wells:3		

	Reservoirs,	Standpipes, and Purification System	
No. of Reservoirs:	1	Capacity in Gallons: 292,000	
No. of Standpipes:	0	Capacity in Gallons: 0	
Method of Purificati	on: n	one	

			Se	ervices an	d Meters	S			
Size->	1/2"	5/8"	1 in	1 1/2 in	2 in	3 in	4 in	6 in	3/4 in
Services									143
Meters									144

	Nun	nber and C	Classific	ation of	Consume	rs -	
	Be	eginning of Yea	ar		End of Year		
Classification	Metered	Unmetered	Total	Metered	Unmetered	Total	Increase (Decrease)
Residential	137	0	137	137		137	(
Commercial	6		6	. 6		6	(
Industrial							
Fire Hydrants		2	2		2	2	(
Governmental							
All Other			, , , , , , , , , , , , , , , , , , ,				
Total	143	2	145	143	2	145	

Total Pumping Station Statistics		
Total Amount of Water Obtained by all methods during the year: Maximum Water obtained all methods during any one day: Minimum Amount of Water obtained all methods during one day: Range of ordinary pressure on mains60 lbs to70_ Range of fire pressure in mains15 lbs to20 lbs	15,294,617_ 144,000_ 16,000_ lbs	gals. gals. gals.

Affidavit

STATE OF MONTANA)
County of Lewis and Clark)
We the undersigned on a	ır oath do severally say that the foregoing return of
	AquaFlo, LLC ,
• •	ared under our direction from the original books, utility and declare the same to be a full, true and
correct statement embracin during the period for which	g all the financial transactions of said utility the return is made. 🖊
	MARKET
,	(Signature) Mahager, Aquario, LLC
	•
	ad 1 A
Subscribed and sworn befo	re me this $30^{\frac{72}{6}}$ day of $\frac{March}{}$, 2010
JOHN J. PALMER	10100
NOTARY PUBLIC for the State of Montana	John Johnson
SEAV SERVACIONAL S	JOHN J. PALMER
	NOTARY - Jewis & Clark, County
	•