

YEAR 2014

**ANNUAL REPORT
OF THE
UTILITY SOLUTIONS, LLC
BOZEMAN, GALLATIN COUNTY, MONTANA**

**PRIVATE SEWER UTILITY
TO THE
PUBLIC SERVICE COMMISSION
OF MONTANA
FOR THE YEAR ENDING DECEMBER 31, 2014**

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REPORT OF

UTILITY SOLUTIONS, LLC
P.O. BOX 10098 BOZEMAN, MT 59719

For Year Ended: December 31, 2014

Date Utility First Organized: May 15, 2003

Telephone Number: 406-587-0994

Location where books and records are located: 1143 Stoneridge Dr, Suite 2, Bozeman MT

Contracts:			
Name	Title	Principal Business Address	Salary
Double-Tree, Inc.	manager	P.O. Box 10098 Bozeman, MT 59719	N/A

Report every corporation or person owning interest or holding directly or indirectly 5 percent or more voting securities of the reporting utility:

Name	Ownership in Utility	Principal Business Address	Salary
Barbara Campbell	45%	P.O. Box 10098 Bozeman, MT 59719	\$0.00
Montana Ventures I, LLC	55%	c/o Guy Graves 201 W. Short St. Lexington, KY 40509	\$0.00

INCOME STATEMENT (SEWER)

Account Name	Current Year (2014)	Previous Year (2013)
GROSS REVENUE:		
Metered **Flat Rate**		
Residential	\$ 263,336	\$ 262,624
Commercial	\$ -	\$ -
Industrial	\$ -	\$ -
Other	\$ -	\$ -
Unmetered		
Residential	\$ -	\$ -
Commercial	\$ -	\$ -
Industrial	\$ -	\$ -
Fire Protection	\$ -	\$ -
Bulk Sales	\$ -	\$ -
Sale of Materials	\$ -	\$ -
Other	\$ 1,308	\$ 634
TOTAL GROSS REVENUE	\$ 264,644	\$ 263,258
Expense	\$ 238,538	\$ 216,272
Depreciation Expense	\$ 66,591	\$ 67,077
Taxes Other Than Income	\$ 8,892	\$ 8,097
Income Taxes	\$ -	\$ -
Deferred Federal Income Taxes	\$ -	\$ -
TOTAL OPERATING EXPENSE	\$ 314,021	\$ 291,446
NET OPERATING INCOME (LOSS)	\$ (49,377)	\$ (28,188)
Other Income:		
Non-Utility Income	\$ -	\$ -
Other Deductions:		
Non-Utility Expense	\$ -	\$ -
Interest Expense (paid)	\$ 22,668	\$ 27,537
Interest Expense (unpaid)	\$ -	\$ -
NET INCOME (LOSS)	\$ (72,045)	\$ (55,725)

COMPARATIVE BALANCE SHEET (SEWER)

Account Name	Current Year (2014)	Previous Year (2013)
Assets:		
Utility Plant In Service	\$ 1,335,256	\$ 1,300,003
Accumulated Depreciation and Amortization	\$ (732,718)	\$ (666,127)
Net Utility Plant:	\$ 602,538	\$ 633,876
Cash	\$ (118,589)	\$ (37,494)
Accounts Receivable	\$ 17,911	\$ 18,293
Other Assets:		
Total Assets	\$ 501,861	\$ 614,675
Liabilities and Capital:		
Common Stock Issued	\$ -	\$ -
Preferred Stock Issued	\$ -	\$ -
Other Paid In Capital	\$ -	\$ -
Retained Earnings	\$ (1,238,649)	\$ (1,164,449)
Proprietary Capital	\$ -	\$ -
LLC Members Equity	\$ 187,582	\$ 187,582
Total Capital	\$ (1,051,067)	\$ (976,867)
Long Term Debt	\$ 1,350,702	\$ 1,350,702
Accounts Payable	\$ -	\$ -
Notes Payable	\$ 167,358	\$ 176,870
Customer Deposits	\$ -	\$ -
Accrued Taxes	\$ -	\$ -
Other Liabilities (specify)		
Accrued Interest	\$ 34,868	\$ 63,969
Total Liabilities	\$ 1,552,927	\$ 1,591,542
Advances For Construction	\$ -	\$ -
Contributions In Aid Of Construction (PSC regulated)	\$ -	\$ -
Total Liabilities and Capital	\$ 501,861	\$ 614,675

**Straight-Line Depreciation
Accumulated Depreciation and Amortization of Utility Plant**

Account 108	Current Year (2014)	Previous Year (2013)
Balance First of Year	\$666,127.01	\$599,050.15
Credits During Year:	\$0.00	\$0.00
Accruals Charged to Depreciation Account	\$66,591.12	\$67,076.86
Other Credits (Specify)	\$0.00	\$0.00
Total Credits	\$66,591.12	\$67,076.86
Debits During Year:		
Book Cost of Plant Retired	\$0.00	\$0.00
Cost of Removal	\$0.00	\$0.00
Other Debits (Specify)	\$0.00	\$0.00
Total Debits	\$0.00	\$0.00
Balance End of Year	\$732,718.13	\$666,127.01

CONTRIBUTIONS IN AID OF CONSTRUCTION

Report all contractor and developer agreements from which cash was received during the year	Indicate "Cash or Property"	Amount
PSC regulated area		
District PIAC from Developer	Cash	\$0.00
Total During Year:		\$0.00

ACCUMULATED DEFERRED INCOME TAXES

Description	Total
Accumulated Deferred Income Taxes:	
Federal	NONE
State	NONE
Total Accumulated Deferred Income Taxes	\$0.00

CAPITAL STOCK

		Common Stock	Preferred Stock
Par or stated value per share		NONE	
Shares authorized			
Shares issued and outstanding			
Total par value			
Dividends declared per share for year			

RETAINED EARNINGS

Balance first of year		\$ (1,164,449)	
Prior year adjustment		\$ (2,155)	
Changes during year:		\$ (72,045)	
Balance end of year		\$ (1,238,649)	

MEMBERS EQUITY

Balance first of year		\$ 187,582	
Changes during year:		\$ -	
Net			
Balance end of year		\$ 187,582	

LONG TERM DEBT

Description of Obligation	Interest		Principal Per Balance Sheet Date
	Rate	Payments	
Private Notes Payable	1% over prime		\$ 1,350,702

SEWER UTILITY PLANT ACCOUNTS

Acct No.	Account Name	Previous Yr.	Additions	Retirements	Current Year
301	Organization	\$ -			\$ -
302	Licenses & Permits capitalized	\$ 175,265			\$ 175,265
303	Land & Land Rights	\$ 23,744			\$ 23,744
304	Property Improvements	\$ 15,512			\$ 15,512
305	Collecting and Impounding Reservoir	\$ -			\$ -
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	\$ -			\$ -
320	Sewer Treatment Plant	\$ 480,030	\$ 35,254		\$ 515,283
330	Distribution Reservoirs and Standpipe	\$ -			\$ -
331	Transmission and Distribution Mains	\$ 437,409			\$ 437,409
333	Services	\$ -			\$ -
334	Meters and Meter Installations	\$ -			\$ -
334	Hydrants	\$ -			\$ -
339	Other Plant and Misc. Equipment	\$ -			\$ -
340	Office Furniture & Equipment	\$ 6,756			\$ 6,756
341	Transportation Equipment	\$ 7,654			\$ 7,654
342	Stores Equipment	\$ -			\$ -
343	Tools, Shop & Garage Equipment	\$ -			\$ -
344	Laboratory Equipment	\$ -			\$ -
345	Power Operated Equipment	\$ -			\$ -
346	Communication Equipment	\$ -			\$ -
347	Miscellaneous Equipment	\$ -			\$ -
348	Other Tangible Plant	\$ -			\$ -
349	Disposal Beds	\$ 153,633			\$ 153,633
	TOTAL SEWER PLANT	\$ 1,300,003	\$ 35,254	\$ -	\$ 1,335,256

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT

Acct No.	Account	Average Service Life in Years	Average Salvage in Percent	Depreciation Rate Applied	Accumulated Depreciation Balance Previous Year	Debits	Credits	Accumulated Depreciation Balance End of Year
302	Licenses & Permits capitalized	15.00		Amortization	\$ 118,737	\$ 11,684		\$ 130,421
303	Land & Land Rights	NA		NA	NA			NA
304	Property Improvements	10.00		Straight Line	\$ 11,928	\$ 1,490		\$ 13,418
305	Collecting and Impounding Reservoirs	NA		NA	NA			NA
306	Lake River and Other Intakes	NA		NA	NA			NA
307	Wells and Springs	NA		NA	NA			NA
308	Infiltration Galleries and Tunnels	NA		NA	NA			NA
309	Supply Mains	NA		NA	NA			NA
310	Power Generation Equipment	NA		NA	NA			NA
311	Pumping Equipment	NA		NA	NA			NA
320	Water Treatment Plant	15.00		Straight Line	\$ 286,277	\$ 29,775		\$ 316,052
	Distribution Reservoirs & Standpipes	NA			NA			NA
331	Transmission and Distribution Mains	25.00		Straight Line	\$ 182,010	\$ 17,496		\$ 199,507
333	Services	NA		NA	NA			NA
334	Meters and Meter Installations	NA		NA	NA			NA
334	Hydrants	NA		NA	NA			NA
339	Other Plant and Misc. Equipment	7.00		NA	NA			NA
340	Office Furniture & Equipment	5.00		Straight Line	\$ 6,756	\$ -		\$ 6,756
341	Transportation Equipment	5.00		Straight Line	\$ 7,654	\$ -		\$ 7,654
342	Stores Equipment	NA		NA	NA			NA
343	Tools, Shop & Garage Equipment	NA		NA	NA			NA
344	Laboratory Equipment	NA		NA	NA			NA
345	Power Operated Equipment	NA		NA	NA			NA
346	Communication Equipment	NA		NA	NA			NA
347	Miscellaneous Equipment	NA		NA	NA			NA
348	Other Tangible Plant	NA		NA	NA			NA
349	Disposal Beds	25.00		Straight Line	\$ 52,765	\$ 6,145		\$ 58,911
	TOTAL WATER PLANT				\$ 666,127	\$ 66,591	\$ -	\$ 732,718

Note: Only regulated portions of assets are shown.

SEWER OPERATION AND MAINTENANCE EXPENSE

ACCOUNT NAME	AMOUNT
Bad Debt Expense	\$ 1,091
Bank Service Charge	\$ 108
Deposit Error {expense}	\$ 10
Refund W&S Billing	\$ 606
Contracted Services - Cleaning	\$ 347
Contracted Services - Hauling & Disposal	\$ 37,323
Contracted Services - Laboratory & Testing	\$ 3,526
Contracted Services - Operations & Maintenance	\$ 610
Contracted Services - Repairs	\$ 6,768
Contracted Services - Software & Computer Service	\$ 642
Accounting	\$ 1,109
Engineering	\$ -
Legal	\$ -
Management	\$ 142,698
Chemicals	\$ 1,229
Fuel for Production	\$ -
Materials & Supplies	\$ 10,193
Meter Expense	\$ -
Other Equipment Expense	\$ 2,699
Advertising	\$ 139
Miscellaneous Expense	\$ -
Office Supplies	\$ 1,149
Postage and Delivery	\$ 707
Auto/Transporation Expense	\$ 2,152
Garbage Disposal	\$ 280
Purchased Power	\$ 6,271
Telephone & Internet	\$ 1,307
Equipment Rental	\$ 592
Property Rental	\$ 5,500
Insurance	\$ 3,766
Regulatory Commision Expense	\$ 1,718
Permits/Fees/Licenses	\$ 6,000
Total	\$ 238,538

\$ -

PAYMENT FOR SERVICES RENDERED BY OTHER THAN EMPLOYEES

Name of Recipient	Amount	Description of Service
Contractual Services:		
Scenic City	\$ 37,323	Sludge Removal

Affidavit

STATE OF MONTANA)

County of _____)

We, the undersigned, on our oath do severally say that the foregoing return of

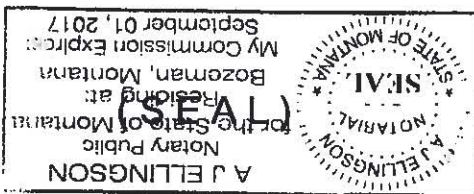
Utility Solutions

sewer utility, has been prepared under our direction from the original books, papers and records of said utility and declare the same to be a full, true and correct statement embracing all the financial transactions of said utility during the period for which the return is made.

Timothy Condit 4/27/15
(Signature)

(Signature)

Subscribed and sworn before me this 27 day of April, 20 15



A J Ellingson
Bozeman MT 9/10/2017