ANNUAL REPORT

of the

NAME AquaFlo, LLC

LOCATION Helena, Montana

PRIVATE WATER UTILITY and WASTE WATER UTILITY

TO THE

PUBLIC SERVICE COMMISSION

of Montana

FOR THE YEAR ENDING December 31, 2020

Form No. 402-A (01/2009)

General Instructions

- 1 Prepare this report in conformity with the 1984 National Association of Utility Regulatory Commissioners Uniform System of Accounts for Water Utilities.
- Interpret all accounting words or phrases in accordance with the Uniform System of Accounts for Water Utilities.
- 3 Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
- For any question, section or page which is not applicable to the respondent enter the words "Not Applicable" or "N/A". Do not omit any pages.
- Where dates are called for, the month and day should be stated as well as the year.
- 6 Complete this report by means which result in a permanent record.
- If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule with not enough room. Such a schedule should reference the appropriate schedules, state the name of the utility, and state the year of the report.
- This report should be filed in duplicate and one copy returned by April 30 following the end of the calendar year for calendar year filers. If other than a calendar year filer, this report needs to be filed by the end of the 4th month following the end of the fiscal year for filers that have other than a calendar year yearend.
- 9 Please send the copy of your completed Annual Report to:

Montana Public Service Commission Utility Division P.O. Box 202601 Helena, MT 59620-2601

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REPORT OF

AquaFlo, LLC

P O Box 1091		Helena, MT 59624
(address)		(city, state, zip code)
For Year Ended	2020	
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:	Managa	D.O. Pay 1001			
John Maxness	Manager	P O Box 1091 Helena, MT 59624			
Person who prepared this report:					
Sandra Barrows	Regulatory Consultant	6171 Lazy Man Gulch			
		Helena, MT 59601			
Officers and Managers:					
John Maxness	Manager	P O Box 1091			
	_	Helena, MT 59624			

Ownership						
Report every corporation	Report every corporation or person owning interest or holding 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%	PO Box 1091				
		Helena, MT 59624				

INCOME STAT	EMENT			
ACCOUNT NAME	Cur	rent Year 2020	Prev	ious Year 2019
OPERATING REVENUE:				
Metered				
Residential		65,599.61		53,662.73
Commercial		258.34		421.26
Industrial		230.34		421.20
Other				
Unmetered				
Residential	\$	76,687.38	\$	76,959.00
Commercial		3,349.98	Ψ	3,123.63
Industrial		0,040.00		0,120.00
Fire Protection				
Bulk Sales				
Sale of Materials - Meter				
Other - Connect, disconnect, NSF		37.00		565.76
TOTAL OPERATING REVENUE:	\$	145,932.31	\$	134,732.38
TOTAL OF ENATING NEVENUE.	Φ	140,932.31	Φ	134,732.30
OPERATING EXPENSES:				
Operation and Maintenance Expense	\$	106,063.08	\$	108,587.56
Depreciation/Amort Expense	φ	26,079.00	Ψ	26,079.00
Taxes Other than Income		1,585.40		1,469.56
Federal Income Taxes		1,365.40		1,000.00
State Income Taxes				500.00
TOTAL OPERATING EXPENSES	\$	133,727.48	\$	137,636.12
TOTAL OF LITATING EXPENSES	Ψ	133,727.40	Ψ	137,030.12
NET INCOME (LOSS) from OPERATIONS	\$	12,204.83	\$	(2,903.74)
THE INCOME (2000) HOM OF ENAMORE	ļΨ	12,201.00	ΙΨ	(2,000.7 1)
Other Income:				
Non Utility Income		3,680.00		4,320.00
		0,000.00		+,020.00
TOTAL OTHER INCOME	\$	3,680.00	\$	4,320.00
Other Deductions:			1	
Non-Utility Expenses				
Interest Expense		16,678.00		15,940.00
ROI		7,700.04		27,340.80
		7,700.04		27,040.00
TOTAL OTHER DEDUCTIONS	\$	24,378.04	\$	43,280.80
	Ψ	27,070.04	Ψ	+0,200.00
NET INCOME (LOSS)	\$	(8,493.21)	\$	(41,864.54)
1121 111001112 (2000)	Ψ	(0,730.21)	Ψ	(+1,004.04)

COMPAR	ATIVE BA	LANC	CE SHEET			
ACCOUNT NAME		Curr	ent Year 2020	Previous Year 2019		
ASSETS:						
Utility Plant in Service		\$	296,918.00	\$	296,918.00	
Sewer System Access		\$	195,000.00	\$	195,000.00	
Less: Accumulated Deprec. & Amor	t.		201,379.00		175,300.00	
NET UTILITY PLANT		\$	290,539.00	\$	316,618.00	
	_					
Cash		\$	15,915.21	\$	2,896.95	
Customer Accounts Receivable			-			
Current Asset		\$	-		-	
Other Assets (Specify)	Land		27,478.00		27,478.00	
TOTAL ASSETS OTHER THAN UTIL	ITY PLAN	\$	43,393.21	\$	30,374.95	
TOTAL ASSETS		\$	333,932.21	\$	346,992.95	
CAPITAL Common Stock Issued						
Preferred Stock Issued						
Other Paid in Capital						
Retained Earnings Proprietary Capital		Φ	124 404 00	Φ	1/1 5/0 05	
TOTAL CAPITAL	-	\$ \$	134,494.00 134,494.00	\$ \$	141,548.95 141,548.95	
TOTAL CAPITAL	<u> </u>	Ψ	134,434.00	Ψ	141,540.95	
LIABILITIES						
Long Term Debt		\$	191,791.00	\$	200,402.00	
Accounts Payable		\$	-	-		
Notes Payable		\$	11,750.21		9,195.00	
Customer Deposits			,		,	
Accrued Taxes (2020 return, due in 2	2021)		(4,103.00)		(4,153.00)	
Other Liabilities (Specify)						
Advances for Construction						
Contributions in aid of Construction		Φ.	100 100 01	Φ.	005 444 00	
TOTAL LIABILITIES		\$	199,438.21	\$	205,444.00	
TOTAL LIABILITIES AND CAPITAL		\$	333,932.21	\$	346,992.95	

Accumulated Depreciation and Amortization of Utility Plant					
ACCOUNT 108	Current Year 2020 Previous Year 20				
Balance at First of Year	\$	175,300	\$	149,221	
Credits During the Year:	\$	26,079	\$	26,079	
Accruals Charged to Depreciation Account					
Salvage					
Other Credits (Specify):					
	 				
Total Credits	\$	201,379	\$	175,300	
Debits During the Year:					
Book Cost of Plant Retired					
Cost of Removal					
Other Debits (Specify):					
Total Debits	\$	-	\$	-	
Balance at End of Year	\$	201,379	\$	175 200	
Dalatice at Eliu of Teal	Ф	201,379	Φ	175,300	

Contributions in Aid of Construction					
Report below all contractor and developer agreements ar line extension agreements from which cash or property	Indicate				
was received during the year	Cash	Property	Amount		
none					
TOTAL DURING THE YEAR			-		

Accumulated Deferred Income Taxes			
Description	Amount		
Accumulated Deferred Income Taxes			
Federal	(2,901.00)		
State	(1,202.00)		
Total Accumulated Deferred Income Taxes	\$ (4,103.00)		

Taxes from the 2020 return that are due in 2021.

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

Retained Earnings					
no	ne	Appropriated	Unappropriated		
Balance at first of year					
Changes during year:					
Net Income (loss)					
Dividends					
Other (Specify):					
Balance end of year					

Proprietary Capital						
	Proprietor or Partner Partner					
Balance at first of year	\$ 141,548.95					
Changes during year (Specify):						
Net income, change acrd tax liability, notes	\$ (7,054.95)					
payable						
Balance at end of year	\$ 134,494.00					

Long Term Debt								
	Interest			Pri	ncipal at Balance			
Description of Obligation	Rate		Payment		Sheet Date			
Term: 180 monthly payments beg 7/1/2018	7.75%	\$	2,000.21	\$	191,790.67			
Total		\$	2,000.21	\$	191,790.67			

	Utility Plant Accounts								
				Cu	rrent Year				
Acct No.	Account Name		2019	Additions	Retirements		2020		
301	Organization								
302	Franchises								
303	Land & Land Rights	\$	27,478			\$	27,478		
304	Sewer Building					\$	-		
305	Water Building					\$	-		
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	\$	22,940			\$	22,940		
320	Water Treatment Equipment	\$	-			\$	-		
330	Combined Water Plant	\$	169,751			\$	169,751		
331	Combined Sewer Plant	\$	65,528			\$	65,528		
333	Services					\$	-		
334	Meters and Meter Installations	\$	7,476			\$	7,476		
335	Hydrants					\$	-		
339	Pumping Equipment					\$	-		
340	Office Furniture and Equipment					\$	-		
341	Transportation Equipment					\$	-		
342	Software	\$	2,520			\$	2,520		
343	Tools, Shop & Garage Equipment					\$	-		
344	Laboratory Equipment					\$	-		
345	Power Operated Equipment					\$	-		
346	Communication Equipment					\$	-		
347	Fencing	\$	28,703			\$	28,703		
348	Other Tangible Plant					\$	-		
	Sewer Access/Northstar (Amortize)	\$	195,000			\$	195,000		
		Φ	E10 000	Ф	Φ.	Φ.	E10.000		
		\$	519,396	\$ -	- \$	\$	519,396		

	Analysis of Accumulated Depreciation by Primary Account									
Acct No.	Account		Average Salvage Value in Percent	Depr. Rate Applied	Accumulated Depreciation Beginning of Year 2020	Debits	Credits	Accumulated Depreciation End of Year 2020		
304	Structure and improvements	15			5,697	3,798		9,495		
305	Water Building							0		
306	Lake River and Other Intakes							0		
307	Wells and Springs							0		
308	Infiltration Galleries and Tunnels							0		
309	Supply Mains							0		
	Power Generation Equipment							0		
	Pumping Equipment	7	0%	Straight Line	22,940	0		22,940		
320	Water Treatment Equipment	20		Straight Line	0	0		0		
330	Combined Water Plant	25	0%	Straight Line	90,737	7,025		97,762		
331	Combined Sewer Plant	25	0%	Straight Line	4,424	342		4,766		
333	Services									
334	Meters and Meter Installations	7	0%	Straight Line	7,476	0		7,476		
335	Hydrants							0		
339	Other Plant and Misc. Equipment							0		
340	Office Furniture and Equipment							0		
341	Transportation Equipment							0		
	Software	5	0%	Straight Line	2,520	0		2,520		
343	Tools, Shop & Garage Equipment							0		
344	Laboratory Equipment							0		
	Power Operated Equipment							0		
	Communication Equipment							0		
	Fencing	15	0%	Straight Line	22,006	1,914		23,920		
	Other Tangible Plant			-	,			·		
	Sewer Access/Northstar (Amortize)	15		Straight Line	19,500	13,000		32,500		
тот	AL				175,300	26,079	0	201,379		

Operation and Maintenance Expense	
Account Name	Amount
Salaries and Wages - Employees	
Salaries and Wages - Officers, Directors and Majority Stockholders	
IRA	
Purchased Water	
Purchased Power	11,391.37
Operation and Maintenance	15,248.45
Chemicals	
Materials and Supplies	150.00
Contractual Services (Operation, Engineering, Billing, Consulting, Legal, Mgmt,)	57,517.19
Testing & Monitoring	704.24
Sewer Expense	15,444.00
Insurance Expense	3,171.00
Regulatory Commission Expense	1,425.00
Bad Debt Expense	
Miscellaneous Expense	1,011.83
TOTAL	\$ 106,063.08

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
John Maxness	\$24,000	Management/Maintenance
Accounting Beans, LLC	\$17,118	Billing and Accounting Services
Integerated Water / Rocky Mountain Ops	\$15,907	Professional Service and O&M
Northstar Develop	\$15,444	Sewer Services
Barrows Consulting, LLC	\$6,975	Consulting/Regulatory
Northwest Energy	\$10,799	Purchased Power
Tranel Law Firm	\$5,755	Legal

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 Purification:		none				

	Services and Meters								
Size->	1/2"	5/8"	1 in	1 1/2 in	2 in	3 in	4 in	6 in	3/4 in
Services									144
Meters									145

Number and Classification of Consumers								
	Be	eginning of Ye	ear		End of Year			
Classification	Metered	Unmetered	Total	Metered Unmetered Total			Increase (Decrease)	
Residential	139		139	139		139	0	
Commercial	6		6	6		6	0	
Industrial								
Fire Hydrants		2	2		2	2	0	
Governmental								
All Other								
Total	145	2	147	145	2	147	0	

Total Pumping Station Statistics
Total Amount of Water Obtained by all methods during the year: 12,731,000
Maximum Water obtained all methods during any one day: 71,801
Minimum Amount of Water obtained all methods during one day: 16,370
Range of ordinary pressure on mains60 lbs to70 lbs
Range of fire pressure in mains15 lbs to20 lbs

			Affidavit		
STA	TE OF MONTANA)			
Cou	nty of Lewis and Clark)			
		AquaFlo, LL	С	,	
pape	er and wastewater utility, ers and records of said u ect statement embracing ng the period for which the	itility and decla all the financi	re the same to al transactions	be a full, true and	
	:		Maxness n Maxness	25	
Subs	scribed and sworn before	e me this <u>2</u>	7 day of A	ori], 2021	
		-	11 11 11 11		
	SEAL)	Phui	Lawter	ι	
SEAL SEAL	KIM LAWTON NOTARY PUBLIC for the State of Mortana Residing at Helena, Montana My Commission Expires				