

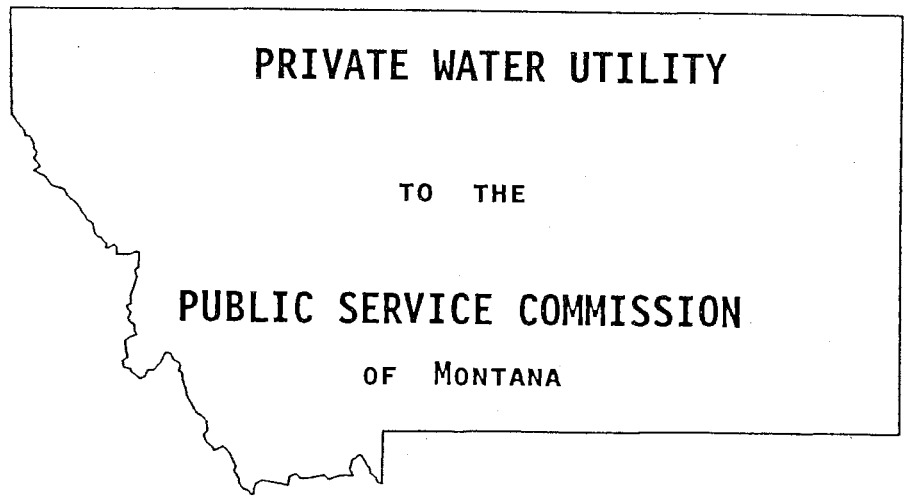
YEAR 2006

**ANNUAL REPORT**

OF THE

NAME Landmark Water Co., L.L.C.

LOCATION 3985 Valley Commons Drive, Bozeman, MT 59718



FOR THE YEAR ENDING December 31, 2006

RECEIVED BY  
2007 AUG 29 A 9:11  
PUBLIC SERVICE  
COMMISSION



## GENERAL INSTRUCTIONS

1. Prepare this report in conformity with the 1984 National Association of Utility Regulatory Commissioners Uniform System of Accounts for Water Utilities.
2. Interpret all accounting words or phrases in accordance with the USOA.
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.
4. For any question, section or page which is not applicable to the respondent enter the words "Not Applicable or NA". Do not omit any pages.
5. 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.
7. 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.
8. This report should be filled out in duplicate and one copy returned within 2 1/2 months after the close of the reporting period. The report should be returned to:

Montana Public Service Commission  
Utility Division  
2701 Prospect Avenue  
Helena, Montana 59620

## TABLE OF CONTENTS

SCHEDULE	PAGE	
Identification	2	
Income Statement	3	
Balance Sheet	4	
Contributions in Aid of Construction	5	
Accumulated Depreciation & Amortization of Utility Plant	5	
Capital Stock	6	
Retained Earnings	6	
Proprietary Capital	6	
Long Term Debt	6	
Water Utility Plant Accounts	7	
Analysis of Accumulated Depreciation by Primary Account	8	
Payments For Services Rendered By Other Than Employees	9	
Water Operation and Maintenance Expense	9	
Water Customers	10	
Operating Statistics	10	

**REPORT OF**

Landmark Water Co., L.L.C.

(Exact Name of Utility)

3985 Valley Commons Dr., Bozeman, MT 59718

(Address)

(City, State, Zip Code)

For Year Ended 12/31/2006

Date Utility First Organized 2/11/2003

Telephone Number (406) 586-9922

Location where books and records are located see above

Contracts:			
Name	Title	Principal Business Address	Salary
Person to send correspondence:	Thomas L. Clinton Registered Agent	3985 Valley Commons Dr. Bozeman, MT 59718	XXXXXXXX
Person who prepared this report:	Terri Zullo, Controller	same as above	XXXXXXXX
Officers & Managers:			\$
Potter Clinton Development Inc.	Managing Member	3985 Valley Commons Dr. Bozeman, MT 59718	\$ 0
			\$
			\$
			\$
			\$

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

Name	Percent Ownership in Utility	Principal Business Address	Salary Charged Utility
Landmark Development - Bozeman, LLC	100%	3985 Valley Commons Dr. Bozeman, MT 59718	\$ 0
			\$
			\$
			\$

## INCOME STATEMENT

Account Name	Current Year	Previous Year 2005
<b>GROSS REVENUE:</b>		
<b>Metered</b>		
Residential	176,908	119,566
Commercial		
Industrial		
Other		
<b>Unmetered</b>		
Residential		
Commerical		
Industrial		
Fire Protection		
Bulk Sales		
Sale of Materials		
Other		
<b>TOTAL GROSS REVENUE</b>	<b>176,908</b>	<b>119,566</b>
<b>Operation and Maintenance Expense</b>	134,434	87,452
<b>Depreciation Expense</b>	49,847	49,847
<b>Taxes Other Than Income</b>		
<b>Income Taxes</b>		
<b>Deferred Federal Income Taxes</b>		
<b>Deferred State Income Taxes</b>		
<b>TOTAL OPERATING EXPENSE</b>	<b>184,281</b>	<b>137,299</b>
<b>NET OPERATING INCOME (LOSS)</b>	<b>(7,373)</b>	<b>(17,733)</b>
<b>Other Income:</b>		
Non-Utility Income		
<b>Other Deductions:</b>		
Non-Utility Expenses		
Interest Expense		
<b>NET INCOME (LOSS)</b>	<b>(7,373)</b>	<b>(17,733)</b>









## WATER UTILITY PLANT ACCOUNTS

Acct No.	Account Name	Previous Year	Additions	Retirements	Current Year
301	Organization	87,961			87,961
302	Franchises				
303	Land & Land Rights				
304	Structures and Improvements				
305	Collecting and Impounding Reservoirs				
306	Lake River and Other Intakes				
307	Wells and Springs				
308	Infiltration Galleries and Tunnels				
309	Supply Mains	146,883			146,883
310	Power Generation Equipment				
311	Pumping Equipment				
320	Water Treatment Equipment				
330	Distribution Reservoirs and Standpipes				
331	Transmission and Distribution Mains	577,218			577,218
333	Services				
334	Meters and Meter Installations	2,547			2,547
335	Hydrants	114,120			114,120
339	Other Plant and Miscellaneous Equipment				
340	Office Furniture and Equipment				
341	Transportation Equipment				
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				
	<b>Total Water Plant</b>	<b>928,729</b>			<b>928,729</b>



ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT

ACCT. NO.	ACCOUNT	AVERAGE SERVICE LIFE IN YEARS	AVERAGE SALVAGE IN PERCENT	DEPR. RATE APPLIED	ACCUMULATED DEPRECIATION BALANCE PREVIOUS YEAR	DEBITS	CREDITS	ACCUMULATED DEPRECIATION BALANCE END OF YEAR
304	Structures & Improvements		%	%				
305	Collecting & Impounding Reservoirs		%	%				
306	Lake River & Other Intakes		%	%				
307	Wells and Springs		%	%				
308	Infiltrations Galleries & Tunnels		%	%				
309	Supply Mains	20	0	5	21959	7344	29303	
310	Power Generating Equip.		%	%				
311	Pumping Equipment		%	%				
320	Water Treatment Equip.		%	%				
330	Distribution Reservoirs & Standpipes		%	%				
331	Trans. & Dist. Mains	20	0	5	66069	28861	94930	
333	Services		%	%				
334	Meier & Meter Installation	15	0	6.667	510	169	679	
335	Hydrants	15	0	6.667	15,350	7608	22958	
339	Other Plant & Misc. Equip.		%	%				
340	Office Furniture and Equipment		%	%				
341	Transportation Equip.		%	%				
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		%	%				
<b>Totals</b>					103,888	43982	147870	

477

## SOURCES OF WATER SUPPLY

Surface Water: River \_\_\_\_\_ Lake \_\_\_\_\_ Stream \_\_\_\_\_ Impounding Res. \_\_\_\_\_  
 Ground Water: Springs No. \_\_\_\_\_ Shallow Wells No. \_\_\_\_\_ Deep Wells No. \_\_\_\_\_

### SUPPLY, TRANSMISSION & DISTRIBUTION MAINS (FEET)

Size Inches	First of Year	Laid During Year	Total	Abandoned During Yr.	Taken Up During Yr.	Total	Close of Year
12"	6873						6873
10"	2217						2217
8"	14236						14236
6"	6568						6568
Total	29894						29,894

### RESERVOIRS, STANDPIPES AND PURIFICATION SYSTEM

Number of Reservoirs \_\_\_\_\_ Capacity in Gallons \_\_\_\_\_  
 Number of Standpipes \_\_\_\_\_ Capacity in Gallons \_\_\_\_\_  
 Method of Purification \_\_\_\_\_

### SERVICES AND METERS

Services  
 1/2 in.      5/8 in.      1 in.      1 1/2 in.      2 in.      3 in.      4 in.      6 in.      \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 Meters  
 \_\_\_\_\_  
 \_\_\_\_\_

### NUMBER AND CLASSIFICATION OF CONSUMERS

-Beginning of Year-

-Close of Year-

Classification	Metered	Unmetered	Total	Metered	Unmetered	Total	Increase or Decrease
Residential	210		210	227		227	17
Commercial							
Industrial							
Fire Hydrants							
Governmental							
All Other							
Total	210		210	227		227	

### TOTAL PUMPING STATION STATISTICS

Total Amount of Water Obtained by all methods during the Year \_\_\_\_\_ gals.  
 Maximum Water obtained all methods during any one day \_\_\_\_\_ gals.  
 Minimum Amount of Water obtained all methods during one day \_\_\_\_\_ gals.  
 Total Amount of Water passed through customers meters during year \_\_\_\_\_ gals.  
 Range of ordinary pressure on mains \_\_\_\_\_ lbs. to \_\_\_\_\_ lbs.  
 Range of fire pressure in mains \_\_\_\_\_ lbs. to \_\_\_\_\_ lbs.

STATE OF MONTANA )  
County of Gallatin )

We, the undersigned, on our oath do severally say that the foregoing return the Landmark water Co., LLC., water 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.

Thomas L. Clinton  
Thomas L. Clinton

Subscribed and sworn to before me this 30<sup>th</sup> day of April, ~~19 2007~~.

Terri Zullo  
Terri Zullo

NOTARY PUBLIC for the State of Montana  
My Commission Expires July 31, 2007