

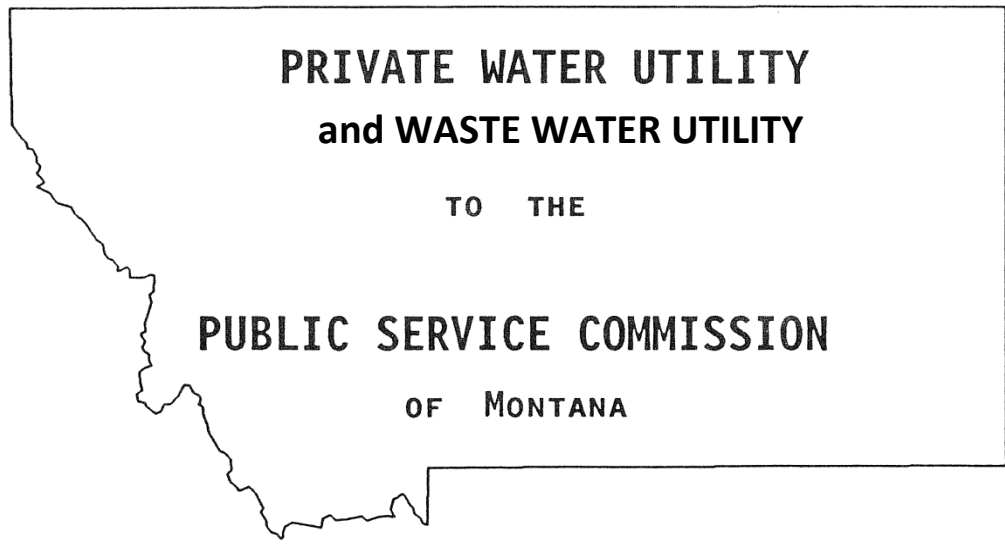
YEAR 2015

ANNUAL REPORT

of the

NAME AquaFlo, LLC

LOCATION Helena, Montana



FOR THE YEAR ENDING 2015

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 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.
- 4 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.
- 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 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

(address)

Helena, MT 59624

(city, state, zip code)

For Year Ended 2015

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: 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 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 STATEMENT

ACCOUNT NAME	Current Year 2015	Previous Year 2014
OPERATING REVENUE:		
Metered		
Residential	58,161.57	59,689.01
Commercial	1,653.52	1,526.01
Industrial		
Other		
Unmetered		
Residential	\$ 74,434.29	\$ 75,510.36
Commercial	3,238.14	3,259.44
Industrial		
Fire Protection		
Bulk Sales		
Sale of Materials - Meter		
Other - Connect, disconnect, NSF	293.00	137.00
TOTAL OPERATING REVENUE:	\$ 137,780.52	\$ 140,121.82
OPERATING EXPENSES:		
Operation and Maintenance Expense	\$ 100,275.30	\$ 100,402.18
Depreciation Expense	11,508.00	12,042.00
Taxes Other than Income	1,794.73	2,183.94
Federal Income Taxes	2,724.70	8,913.25
State Income Taxes	2,841.00	2,309.00
TOTAL OPERATING EXPENSES	\$ 119,143.73	\$ 125,850.37
NET INCOME (LOSS) from OPERATIONS	\$ 18,636.79	\$ 14,271.45
Other Income:		
Non Utility Income	3,855.00	3,910.00
Expense Reimbursement		
TOTAL OTHER INCOME	\$ 3,855.00	\$ 3,910.00
Other Deductions:		
Non-Utility Expenses		
Interest Expense	-	-
ROI	27,340.80	27,340.80
TOTAL OTHER DEDUCTIONS	\$ 27,340.80	\$ 27,340.80
NET INCOME (LOSS)	\$ (4,849.01)	\$ (9,159.35)

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Current Year 2015	Previous Year 2014
ASSETS:		
Utility Plant in Service	\$ 239,952.00	\$ 239,952.00
Less: Accumulated Deprec. & Amort.	112,077.00	100,569.00
NET UTILITY PLANT	\$ 127,875.00	\$ 139,383.00
Cash	\$ 45,465.41	\$ 36,806.42
Customer Accounts Receivable	-	
Other Assets (Specify) Land	27,478.00	27,478.00
.....		
.....		
TOTAL ASSETS OTHER THAN UTILITY PLAN	\$ 72,943.41	\$ 64,284.42
TOTAL ASSETS	\$ 200,818.41	\$ 203,667.42
LIABILITIES AND CAPITAL		
CAPITAL		
Common Stock Issued		
Preferred Stock Issued		
Other Paid in Capital		
Retained Earnings		
Proprietary Capital	\$ 198,054.41	\$ 201,420.67
TOTAL CAPITAL	\$ 198,054.41	\$ 201,420.67
LIABILITIES		
Long Term Debt	\$ -	
Accounts Payable	\$ -	
Notes Payable		
Customer Deposits		
Accrued Taxes (2015 return, due in 2016)	2,764.00	2,246.75
Other Liabilities (Specify)		
.....		
.....		
.....		
Advances for Construction		
Contributions in aid of Construction		
TOTAL LIABILITIES	\$ 2,764.00	\$ 2,246.75
TOTAL LIABILITIES AND CAPITAL	\$ 200,818.41	\$ 203,667.42

Accrued Taxes for 2014 = \$365.75 + \$1,881.00 = \$2,246.75.

Accumulated Depreciation and Amortization of Utility Plant		
ACCOUNT 108	Current Year 2015	Previous Year 2014
Balance at First of Year	\$ 100,569	\$ 88,527
Credits During the Year:	\$ 11,508	\$ 12,042
Accruals Charged to Depreciation Account		
Salvage		
Other Credits (Specify):		
.....		
.....		
Total Credits	\$ 112,077	\$ 100,569
Debits During the Year:		
Book Cost of Plant Retired		
Cost of Removal		
Other Debits (Specify):		
.....		
.....		
Total Debits	\$ -	\$ -
Balance at End of Year	\$ 112,077	\$ 100,569

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

Accumulated Deferred Income Taxes	
Description	Amount
Accumulated Deferred Income Taxes	
Federal	1,790.00
State	974.00
Total Accumulated Deferred Income Taxes	\$2,764.00

Taxes from the 2015 return that are due in 2016.

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			
	none	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	-----	\$ 201,420.67	
Changes during year (Specify):			

Net income - change in acrd tax liability and prior year estimate	-----	\$ (3,366.26)	

Balance at end of year		\$ 198,054.41	

Long Term Debt			
Description of Obligation	Interest	Payment	Principal at Balance Sheet Date
	Rate		

Total		\$ -	\$ -

Utility Plant Accounts					
Acct No.	Account Name	Previous Year 2014	Additions	Retirements	Current Year 2015
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	\$ 8,562			\$ 8,562
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				\$ -
Total Utility Plant		\$ 267,430	\$ -	\$ -	\$ 267,430

Analysis of Accumulated Depreciation by Primary Account

Acct No.	Account	Average Service Life in Years	Average Salvage Value in Percent	Depr. Rate Applied	Accumulated Depreciation Beginning of Year 2015	Debits	Credits	Accumulated Depreciation End of Year 2015
304	Sewer Building							0
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
310	Power Generation Equipment							0
311	Pumping Equipment	7	0%	Straight Line	20,345	1,693		22,038
320	Water Treatment Equipment							0
330	Combined Water Plant	25	0%	Straight Line	55,613	7,025		62,638
331	Combined Sewer Plant	25	0%	Straight Line	2,709	342		3,051
333	Services							
334	Meters and Meter Installations	7	0%	Straight Line	6,942	534		7,476
335	Hydrants							0
339	Other Plant and Misc. Equipment							0
340	Office Furniture and Equipment							0
341	Transportation Equipment							0
342	Software	5	0%	Straight Line	2,520	0		2,520
343	Tools, Shop & Garage Equipment							0
344	Laboratory Equipment							0
345	Power Operated Equipment							0
346	Communication Equipment							0
347	Fencing	15	0%	Straight Line	12,440	1,914		14,354
348	Other Tangible Plant							
TOTAL					100,569	11,508	0	112,077

Affidavit

STATE OF MONTANA)

County of Lewis and Clark)

I, the undersigned, on our oath do severally say that the foregoing return of AquaFlo, LLC, water and wastewater utility, has been prepared under my 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.

/s/ John Maxness
(Signature)

Subscribed and sworn before me this _____ day of ___April_____, 2016

(S E A L)

