

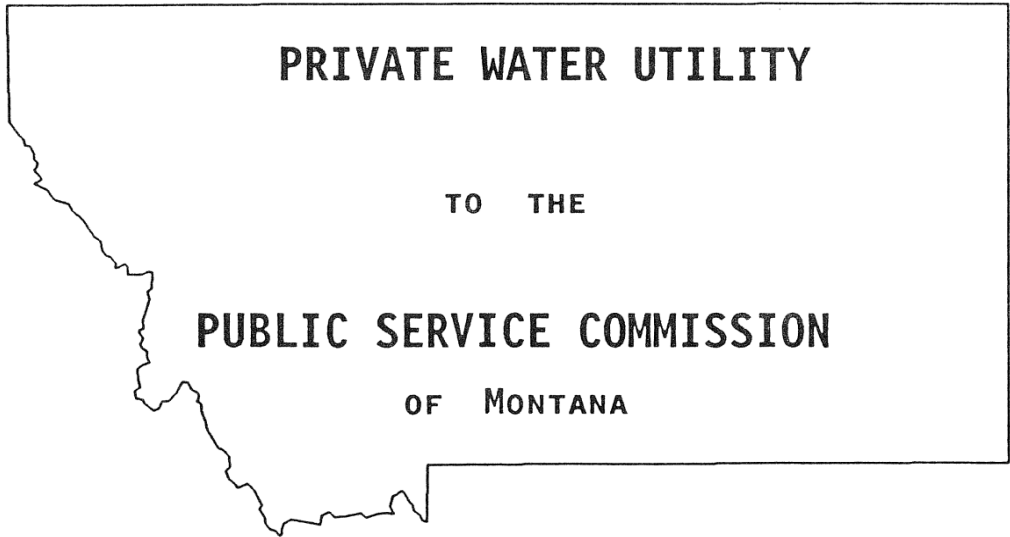
YEAR 2021

ANNUAL REPORT

of the

NAME High Quality H2O, LLC

LOCATION Missoula MT



FOR THE YEAR ENDING December 31, 2021

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

High Quality H2O, LLC

PO Box 3314

(address)

Missoula, MT 59806

(city, state, zip code)

For Year Ended 2021

Date Utility First Organized 2014

Telephone Number 406-880-4749

Location of books and records 3201 S Russell, Missoula, MT 5801

Contacts			
Name	Title	Principal	Salary
Person to send correspondence: Betsy Milard	Member	PO Box 3314 Missoula, MT 59806	
Person who prepared this report: Betsy Millard Leroy Beeby	" Consultant	" 1620 Townsend Ave, Helena, MT 59601	
Officers and Managers: Jeremy Milyard	"	"	
Betsy Milyard	"	"	

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 Paid by Utility
Jeremy Milyard	50%	PO Box 3314 Missoula MT 59801	
Betsy Milyard	50%	PO Box 3314 Missoula MT 59801	

INCOME STATEMENT

ACCOUNT NAME	Current Year	Previous Year
OPERATING REVENUE:		
Metered		
Residential		
Commercial		
Industrial		
Other		
Unmetered		
Residential	38,684.64	38,069.00
Commercial	625.00	625.00
Industrial		
Fire Protection		
Bulk Sales		
Sale of Materials		
Other - Late Fees	477.36	200.00
TOTAL OPERATING REVENUE:	\$ 39,787.00	\$ 38,894.00
OPERATING EXPENSES:		
Operation and Maintenance Expense	24,990.28	8,096.00
Depreciation Expense	1,091.00	1,091.00
Taxes Other than Income	367.00	233.00
Deferred Federal Income Taxes		
Deferred State Income Taxes		
TOTAL OPERATING EXPENSES	\$ 26,448.28	\$ 9,420.00
NET INCOME (LOSS) from OPERATIONS	\$ 13,338.72	\$ 29,474.00
Other Income:		
Non Utility Income		
TOTAL OTHER INCOME	\$ -	\$ -
Other Deductions:		
Non-Utility Expenses		
Interest Expense		
TOTAL OTHER DEDUCTIONS	\$ -	\$ -
NET INCOME (LOSS)	\$ 13,338.72	\$ 29,474.00

COMPARATIVE BALANCE SHEET

ACCOUNT NAME	Current Year	Previous Year
ASSETS:		
Utility Plant in Service	30,000.00	30,000.00
Less: Accumulated Deprec. & Amort.	7,774.00	6,683.00
NET UTILITY PLANT	\$ 22,226.00	\$ 23,317.00
Cash	8,379.80	2,621.00
Customer Accounts Receivable	695.21	(475.00)
Other Assets (Specify)		860.00
Undeposited funds	810.00	
TOTAL ASSETS OTHER THAN UTILITY PLANT	\$ 9,885.01	\$ 3,006.00
TOTAL ASSETS	\$ 32,111.01	\$ 26,323.00
LIABILITIES AND CAPITAL:		
CAPITAL		
Common Stock Issued		
Preferred Stock Issued		
Other Paid in Capital		23,349.00
Retained Earnings		2,974.00
Proprietary Capital	18,453.92	
TOTAL CAPITAL	\$ 18,453.92	\$ 26,323.00
LIABILITIES		
Long Term Debt		
Accounts Payable	13,657.09	
Notes Payable		
Customer Deposits		
Accrued Taxes		
Other Liabilities (Specify)		
Advances for Construction		
Contributions in aid of Construction		
TOTAL LIABILITIES	\$ 13,657.09	\$ -
TOTAL LIABILITIES AND CAPITAL	\$ 32,111.01	\$ 26,323.00

Accumulated Depreciation and Amortization of Utility Plant		
ACCOUNT 108	Current Year	Previous Year
Balance at First of Year	6,683.00	5,592.00
Credits During the Year:	1,091.00	1,091.00
Accruals Charged to Depreciation Account		
Salvage		
Other Credits (Specify):		
.....		
.....		
Total Credits	\$ 7,774.00	\$ 6,683.00
Debits During the Year:		
Book Cost of Plant Retired		
Cost of Removal		
Other Debits (Specify):		
.....		
.....		
Total Debits	\$ -	\$ -
Balance at End of Year	\$ 7,774.00	\$ 6,683.00

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	
	Cash	Amount
.....		
.....		
.....		
TOTAL DURING THE YEAR		\$ -

Accumulated Deferred Income Taxes	
Description	Amount
Accumulated Deferred Income Taxes	
Federal	
State	
Total Accumulated Deferred Income Taxes	\$ -

Capital Stock						
				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			Appropriated	Unappropriated
Balance at first of year		-----		\$ 2,974.00
Changes during year:				
Net Income (loss)		-----		
Dividends		-----		
Other (Specify):		-----		
Transfer to Proprietary Capital		-----		\$ (2,974.00)

Balance end of year		-----		\$ -

Proprietary Capital			Proprietor or Partner	Partner
Balance at first of year		-----	\$ 23,349.00	
Changes during year (Specify):				
Beginning of Year Retained Earnings (Error)		-----	\$ 2,974.00	
Net Income		-----	\$ 13,338.72	
Owner Draw		-----	\$ (22,500.00)	
To Balance		-----	\$ 1,292.20	
Balance at end of year		-----	\$ 18,453.92	
Partner Split		-----	\$ 9,226.96	\$ 9,226.96

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

Total		\$ -	\$ -

Water Utility Plant Accounts					
Acct No.	Account Name	Previous Year	Additions	Retirements	Current Year
301	Organization				
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				
310	Power Generation Equipment				
311	Pumping Equipment				
320	Water Treatment Equipment				
330	Distribution Reservoirs and Standpipes				
331	Transmission and Distribution Mains				
333	Services				
334	Meters and Meter Installations				
335	Hydrants				
339	Other Plant and Misc. 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				
Total Water Plant - Purchase Price		\$ 30,000.00	\$ -	\$ -	\$ 30,000.00

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	Debits	Credits	Accumulated Depreciation End of Year
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							
310	Power Generation Equipment							
311	Pumping Equipment							
320	Water Treatment Equipment							
330	Distribution Reservoirs and Standpipes							
331	Transmission and Distribution Mains							
333	Services							
334	Meters and Meter Installations							
335	Hydrants							
339	Other Plant and Misc. 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							
TOTAL		27.5	0	7/1/2014	\$ 6,683.00	\$ 1,091.00	\$ -	\$ 7,774.00

Sources of Water Supply													
Surface Water: River: _____ Lake: _____ Stream: _____ Impounding Reservoir: _____													
Ground Water: No. of Springs: _____ No. of Shallow Wells: _____ No. of Deep Wells: _____ 1													

Reservoirs, Standpipes, and Purification System											
No. of Reservoirs: _____				Capacity in Gallons: _____							
No. of Standpipes: _____				Capacity in Gallons: _____							
Method of Purification: _____											

Services and Meters									
Size->	1/2"	5/8"	1 in	1 1/2 in	2 in	3 in	4 in	6 in	
Services	Distribution line varies from 3/4" to 2" throughout the system, particular service sizes unknown								
Meters									

Number and Classification of Consumers								
	Beginning of Year			End of Year				
Classification	Metered	Unmetered	Total	Metered	Unmetered	Total	Increase (Decrease)	
Residential		75	75		75	75	0	
Commercial		1	1		1	1	0	
Industrial								
Fire Hydrants								
Governmental								
All Other								
Total	-	76.00	76.00	-	76.00	76.00	-	

Total Pumping Station Statistics	
Total Amount of Water Obtained by all methods during the year: _____ Unk	
Maximum Water obtained all methods during any one day: _____ Unk	
Minimum Amount of Water obtained all methods during one day: _____ Unk	
Range of ordinary pressure on mains ___Unk___ lbs to ___Unk___ lbs	
Range of fire pressure in mains ___Unk___ lbs to ___Unk___ lbs	

Affidavit

STATE OF MONTANA)

County of _____)

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

_____ 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.

(Signature)

(Signature)

Subscribed and sworn before me this _____ day of _____, 20 _____

(S E A L)

