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PUBLIC SERVICE

COMMISSION

ANNUAL REPORT

OF THE

NAME Treeline Springs LLC LOCATION Moonlight BASIN BASIN BASIN BASIN

PRIVATE WATER UTILITY

WASTEWATER

TO THE

PUBLIC SERVICE COMMISSION

OF MONTANA

FOR THE YEAR ENDING December 31, 2006

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

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Treeline

PO BOX 1369	ENNIS, MT 59720
(Address) For Year Ended	DCC 31 2006

Date Utility First Organized

Telephone Number 406 682 6666

ecords are located 2 Hot Springs Loop Rd 59729 Location where books and records are located

Contracts:			
Name	Title	Principal Business Address	Salary
Person to send correspondence:	Kevingermain Director of Planning	PO BOX 1369 ENNIS, MT59729	xxxxxxx
	Marie Lowy	PO BOX 1369 ENNIS, MT 59729	xxxxxxx
Officers & Managers:	l		\$
			\$
			\$
			\$
			\$

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	Precent Ownership in Utility	Address	Salary Charged Utility
Mointight Brain Panett, LP	100%	PO BOX 1369 ENNIS, MT 59729	\$ 24,310
			\$
			\$

INCOME STATEMENT

	INCOME STATEMENT	
Account Name	Current Year	Previous Year
GROSS REVENUE:		
Metered		
Residential		
Commercial	,	
Industrial Other		
Unmetered		
	62,340	54.385
Residential Commerical	04,510	59,302
Industrial		
Fire Protection		
Bulk Sales		
Sale of Materials Other		
Other		
TOTAL GROSS REVENUE	62,340	54,385
Operation and Maintenance	2000	70 177
Expense	00,562	101, 222
Depreciation Expense	742	79,222
Taxes Other Than Income		
Income Taxes		
Deferred Federal Income Taxes		
Deferred State Income Taxes		
TOTAL OPERATING EXPENSE	81, 104	93,907
NET OPERATING INCOME (LOSS)	(10.764)	(29 522)
NET OF EFFACING INCOME (E003)	10,00	1,000
Other Income:		
Non-Utility Income		
Other Deductions:		
Non-Utility Expenses Interest Expense		
LOSS on Decormissioned	(92,341)	
Sower Facility	(111 111)	(19 612)
NET INCOME (LOSS)	((11,111)	1 (2174)

COMPARATIVE BALANCE SHEET

ACCONT NAME	CURRENT YEAR	PREVIOUS YEAR
Assets:	_	
Utility Plant In Service	30,169	117,760
Accumulated Depreciation and Amortization	(1134)	(34, 877)
Net Utility Plant	2210	2111
Cash	502	1 290
Other Assets (Specify) Wir PHMUHINEM	2931	JU 2
	34. 818	83,631
Total Assets	27, 810	0 7 10 31
Liabilities an Capital:		
Common Stock Issued		
Preferred Stock Issued		
Other Paid In Capital		
Retained Earnings Proprietary Capital	30 945	79 247
Proprietary Capital	30, 192	1,512
Total Capital		
Long Term Debt		
Accounts Payable	3875	4289
Notes Payable		· · · · · · · · · · · · · · · · · · ·
Customer Deposits		
Accrued Taxes Other Liabilities (Specify)		
Citio Liamino (Opcony)		
Advances for Construction	1731178-11-07-07-1	<u></u>
Construction Construction		
	\ \alpha \cdot \cd	an in
Total Liabilities and Capital	34,518	83,63
	- And Andrews and	

Accumulated Depreciation and Amortization of Utility Plant

Account 108	Current Year	Previous Year
Balance First of Year	(34,817)	(30, 192)
Credits During Year	(147)	(4,68)
Accruals Charged to Depreciation Account Salvage	A Commission of the Commission	
Other Credits (Specify)		
	126 100	1211 (217)
Total Credits	(27,617)	(29,811)
Debits During Year:		
Book Cost of Plant Retired	215/5	
Cost of Removal	-54,485	
Other Debits (Specify)		
		(21)
Balance End of Year	(1134)	(34,877)
	11076	

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 or Property"	Amount
Total During Year		

ACCUMULATED DEFERRED INCOME TAXES

Description	Total
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 V		
Dividends declared per share for year		

RETAINED EARNINGS

	Appropriated	Unappropriated
Balance first of year		
Changes during year (Specify):	MANAGARIA, AL., A., A., A., A., A., A., A., A., A., A	
Balance end of year		

PROPRIETARY CAPITAL

Balance first of year	Proprietor	Partner
Changes during year (specify): CASH (ONTO DUTION	41,880	
(Net Loss)	(111,109)	
Eather Other adj.	20,832	
Balance end of year	30,945	

LONG TERM DEBT

	Inte	erest	Principal Per Balance
Description of Obligation	Rate	Pymts	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	<u></u>			
304	Structures and Improvements	20,000		20,000	
305	Collecting and Impounding Reservoirs			<u>'</u>	
306	Lake River and Other Intakes				
307	Wells and Springs	11,760			11,760
308	Infiltration Galleries and Tunnels				•
309	Supply Mains				_
310	Power Generation Equipment				
311	Pumping Equipment				
320	Water Treatment Equipment (WATEWA	16,000		16000	
330	Distribution Reservoirs and Standpipes	/			
331	Tranmission and Distribution Mains				
333	Services				
334	Meters and Meter Installations				
335	Hydrants				
339	Other Plant and Miscellaneous Egipment	70,000		70,000	
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	117,760	Ø	106,000	11,760

ANALYSIS OF ACCUMULATED DEPRECIATION BY PRIMARY ACCOUNT

																				_	-			.	T	
ACCUMULATED DEPRECIATION BALANCE END OF YEAR			,	1134												A CONTRACTOR OF THE PROPERTY O	A company of the state of the s								1134	
CREDITS				742.							1							And the second of the second o							271	
DEBITS	(6288)	, i	ς.	(506)	,				(5(54)					1	(72537)										34,485	
ACCUMULATED DEPRECIATION BALANCE PREVIOUS YEAR	8829			898				i i	かる	•	To all the state of the state o				22537										34,877	
DEPR. RATE APPLIED	\$ 6550.	%	%	CB3 &	%	%	%	%	clust *	%	%	%	%	%	. 0333 mg	%	%	%	%	%	%	%	%	%		
AVERAGE SALVAGE IN PERCENT	%	%	%	%	%	%	%	%	%	%	%	%	%	%	%	%	%	%	%	%	%	%	%	%		
AVERAGE SERVICE LIFE IN YEARS	20			30					15						00 000											
ACCOUNT	Structures & Improvements	Collecting & Impounding Reservoirs	Lake River & Other Intakes	Wells and Springs	Infiltrations Galleries & Tunnels	Supply Mains	Power Generating Equip.	Pumping Equipment	Water Treatment Equip. WKSK WWKY	Distribution Reservoirs & Standpipes	Trans, & Dist. Mains	Services	Meter & Meter Installation	Hydrants	Other Plant & Misc. Equip.	Office Furniture and Equipment	Transportation Equip.	Stores Equipment	Tools, Shop & Garage Equipment	Laboratory Equipment	Power Operated Equipment	Communication Equipment	Miscellaneous Equipment	Other Tangible Plant	Totals	
ACCT.	304	305	306	307	308	309	310	311	320	330	331	333	334	335	339	340	341	342	343	344	345	346	347	348		

WATER OPERATION AND MAINTENANCE EXPENSE

ACCOUNT NAME	AMOUNT
Salaries and Wages - Employees	24310
Salaries and Wages - Officers, Directors and Majority Stockholders	
Employee Pensions and Benefits	
Purchased Water	
Purchased Power	10,534
Fuel For Power Production	
Chemicals	7
Materials and Supplies	50,849
Contractual Services	14, 282
Rents	
Transportation Expense	
Insurance Expense	310
Regulatory Commission Expense	
Bad Debt Expense	
Miscellaneous Expense	21
Total	80,362

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 for 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
		8

SOURCES OF WATER SUPPLY

Surface Water:	River	Lake	Stream	Impounding Res
Ground Motors	Springe No	Shallov	v Molla Na	Doon Walla 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
6" 8" 10"	9140	650 \$208 0	9790 17888 1100	0	0 0	9790 17888 1100	9790 17,888 11'00
Total	22020	6480	19118	0		2011	2811V

RESERVOIRS, STANDPIPES AND PURIFICATION SYSTEM

			Capacity in Ga Capacity in G			·		 _
		• . •	SER	VICES A	ND METE	RS		
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	Ö	169	169	0	193	193	24
Commercial	0	3	3	0	3	3	0'
Industrial	6	Ò	0	0	0	0	0
Fire Hydrants	0	41	41	\perp_{-o}	52	52	11
Governmental	0	0	0	0	0	0	0
All Other	0	0	6	6	6	0	6
Total							
	0	213	213	O	248	248	

TOTAL PUMPING STATION STATISTICS

Total Amount of Water Obtained by all methods during the Year Maximum Water obtained all methods during any one day Minimum Amount of Water obtained all methods during one day		gals. gals. gals.
Total Amount of Water passed through customers meters during ye	ear(gais. gais.
Range of ordinary pressure on mainslbs. tolbs. Range of fire pressure in mainslbs. tolbs.	lbs.	

STATE OF MONTANA County of
We, the undersigned, on our oath do severally say that the foregoing return the welling 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.
Clira Journ
Subscribed and sworn to before me this 29th day of May, 722007. Canal D. Nambord Residing at: Ennis, M.7
CAROL D. CRAWFORD Notarial Seal SEA. State of Montana My Commission Expires Jan. 27, 2011