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ANNUAL REPORT

of the

NAME

HLH, LLC Water

LOCATION 1627 W. Main Street, Suite 299, Bozeman, MT 59715

PRIVATE WATER UTILITY

PUBLIC SERVICE COMMISSION

MONTANA

FOR THE YEAR ENDING December 31,2009

Form No. 402-A (01/2009)

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REPORT OF

HLH, LLC-Water

Location of books and records

1627 W. Main Street, Suite 29	99, Bozeman, MT 59715	
(addre	ess)	(city, state, zip code)
For Year Ended	December 31, 2009	
Date Utility First Organized	January 14, 2008	
Telephone Number	406-570-0371	

same address as preparer

	Contacts		
Name	Title	Principal Business Address	Salary
Person to send correspondence:	Kevin Loustaunau	1627 W. Main St., Suite 299 Bozeman, MT 59715	
Person who prepared this report:	Erin Parker, MPAC	777 E. Main St., Suite 201 Bozeman, MT 59715	
Officers and Managers:			
Kevin Loustaunau	Manager	same as above	\$9,500.00
Matt Huggins	Manager	same as above	\$4,250.00
	et a constant	* * * * * * * * * * * * * * * * * * *	
	,		
-			

ř	\						
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				
Kevin Loustaunau	33.33%	same as above	\$9,500.00				
Matt Huggins	33.33%	same as above	\$4,250.00				
Leigh Huggins	16.67%	same as managers					
American Pension Services	16.67%	same as managers					
			•				

INCOME STATE	MENT			
ACCOUNT NAME		Current Year	Pr	evious Year
OPERATING REVENUE:				
Metered				
Residential			I	, , <u>, , , , , , , , , , , , , , , , , </u>
Commercial				
Industrial				,,
Other			-	
Unmetered	L			
Residential		146 260 00	1	125 724 00
Commercial		146,269.00		125,734.00
Industrial		1,157.00		987.00
Fire Protection				
*				
Bulk Sales			<u> </u>	
Sale of Materials				· .
Other		4.47.400.00	Φ.	400 704 00
TOTAL OPERATING REVENUE:	\$	147,426.00	\$	126,721.00
		*		
OPERATING EXPENSES:			4.7	
	·.	EC 270.00	<u> </u>	149 007 00
Operation and Maintenance Expense		56,270.00	£.,	118,907.00
Depreciation Expense Taxes Other than Income		25,477.00		25,237.00
Deferred Federal Income Taxes		497.00	,	503.00
		<u> </u>		
Deferred State Income Taxes		00.044.00		444047.60
TOTAL OPERATING EXPENSES	\$	82,244.00	\$	144,647.00
NET INCOME (LOSS) from OPERATIONS	\$	65,182.00	\$	(17,926.00)
Other leading				
Other Income:			1	
Non Utility Income				
TOTAL OTHER INCOME	\$	-	\$	<u> </u>
	<u> </u>		Τ	
Other Deductions:				
Non-Utility Expenses	 			
Interest Expense		38,117.00		
TOTAL OTHER DEDUCTIONS	\$	38,117.00	\$	
NET INCOME (LOSS)	\$	27,065.00	\$	(17,926.00)

, inc

COMPARATIVE B	ALA	NCE SHEET		
ACCOUNT NAME		Current Year		Previous Year
ASSETS:	T			
Utility Plant in Service		638,398.00		632,782.00
Less: Accumulated Deprec. & Amort.		(51,742.00)		(25,751.00)
NET UTILITY PLANT	\$	586,656.00	\$	607,031.00
				- 150.00
Cash		13,955.00		5,479.00
Customer Accounts Receivable				
Other Assets (Specify) Prepaid Exp.				588.00
Transfer Receivable		38,175.00		27,891.00
Goodwill		14,582.00		14,582.00
Loan fees & start-up costs		9,255.00		9,255.00
TOTAL ASSETS OTHER THAN UTILITY PLAN	\$	75,967.00	\$	57,795.00
`				
TOTAL ASSETS	\$	662,623.00	\$	664,826.00
			ŧ	
LIABILITIES AND CAPITAL	*		- %	
			;	
CAPITAL	r	2.1	¥**	
Common Stock Issued			′	
Preferred Stock Issued		i c	, in	10 y ()
Other Paid in Capital		185,525.00	£	185,525.00
Retained Earnings		9,139.00		(17,926.00)
Proprietary Capital				·
TOTAL CAPITAL	\$	194,664.00	\$	167,599.00
	·			
LIABILITIES				
Long Term Debt		439,591.00		468,969.00
Accounts Payable				
Notes Payable				
Customer Deposits				
Accrued Taxes				
Other Liabilities (Specify)				
Transfer Payable		48.00		24.00
Rent Payable		27,000.00		27,000.00
Deferred revenues		1,320.00		1,234.00
Advances for Construction				
Contributions in aid of Construction				
TOTAL LIABILITIES	\$	467,959.00	\$	497,227.00
	<u> </u>	,	<u> </u>	, , , , , , , , , , , , , , , , , , ,
TOTAL LIABILITIES AND CAPITAL	\$	662,623.00	\$	664,826.00
	<u>'</u>		<u> </u>	4

Accumulated Deprec	iation and	mA b	ortiza	ation of Utili	ty F	Plant	
ACCOUNT 108			Cı	Current Year Previous Year			
Balance at First of Year				25,751.00			-
Credits During the Year:				-			
Accruals Charged to Depreciation	n Account			25,991.00		2	5,751.00
Salvage							
Other Credits (Specify):							
Total Credits			\$	51,742.00	\$. 2	5,751.00
D. Little Double of the Market						, , , , , , , , , , , , , , , , , , ,	
Debits During the Year:		٠.				100	
Book Cost of Plant Retired	<u> </u>			and the second second		10 1 To 10 T	%
Cost of Removal							<u> </u>
Other Debits (Specify):			•	· · · · · · ·		- 47	
				1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1. 1		*	
				 		- :	· · · · · ·
Total Debits	• • • • • • • • • • • • • • • • • • •		\$		\$		-
		•		- 1			
Balance at End of Year		. ``	\$	51,742.00	\$	- 2	5,751.00

地震 마다 사용하다 하는 사람들은 사람들이 가는 사람들이 되었다.		- : -	
Balance at End of Year	\$	51,742.00	\$ 25,751.00
	:	, *** ;	4 7 7 4 7 4 7 4 7 4 7 4 7 4 7 4 7 4 7 4
	14	w.i.	
Contributions in Aid	of Const	ruction	
Report below all contractor and developer agreements ar line extension agreements from which cash or property	nd	Indicate	
was received during the year	Casl	n Property	Amount
TOTAL DURING THE YEAR			\$ -

Accumulated Deferred Incom	e Taxes
Description	Amount
Accumulated Deferred Income Taxes	
Federal	
State	
Total Accumulated Deferred Income Taxes	\$

Capital S	Stock	
	Common Stock	Preferred Stock
Par or stated value per share Shares Authorized	N/A	N/A
Shares Issued and Outstanding		
Total par value of stock issued		
Dividends declared per share for year		

	Retained Ear	rnings			
		Appro	priated	Unappro	priated
Balance at first of year				-\$17,9	26.00
Changes during year:					
Net Income (loss)				\$27,06	35.00
Dividends			* .		
Other (Specify):				14	. ,
	•				-
		 	***		· · ·
			219		ξ ::
~				2	
Balance end of year				\$9,13	9.00
			- Per File 2		L.
En Property of the Property of	Proprietary C	Capital	states are superior		
	4	Proprietor	or Partner	Part	ner
Balance at first of year		,			/
Changes during year (Specify):					
J. J					-

Proprieta	ary Capital	the second of	4 9 5 5 5	
Balance at first of year	Proprietor	or Partner	Partı	ner
Changes during year (Specify):				
Balance at end of year				

Long Term Debt					
	Interest		Principal at Balance		
Description of Obligation	Rate	Payment	Sheet Date		
1/1 N/P Structures & Improvements			\$469,963.00		
1/14		\$634.00	\$469,329.00		
2/17		\$253.00	\$469,076.00		
3/16		\$920.00	\$468,156.00		
4/14		\$736.00	\$467,420.00		
5/14		\$645.00	\$466,775.00		
6/15		\$460.00	\$466,315.00		
7/20		\$180.00	\$466,135.00		
8/19		\$653.00	\$465,482.00		
Total		\$ 4,481.00			

Capital S	Stock	
	Common Stock	Preferred Stock
Par or stated value per share Shares Authorized	N/A	N/A
Shares Issued and Outstanding		
Total par value of stock issued		
Dividends declared per share for year		

Re	etained Ear	nings		
			propriated	Unappropriated
Balance at first of year				4
Changes during year:	· · · · · · · ·			
Net Income (loss)				. "
Dividends				
Other (Specify):			- : : 5	. <u> </u>
.xx			عن قبل الحواد .	. * <u></u>
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	. <u> </u>			
*. *		, , , , , , , , ,	- ` <u>\</u>	,
Balance end of year	:		y e. Sa pelakera =	\$0.00

	Proprietary Capital	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	
	Propriet	tor or Partner	Partner
Balance at first of year		and the state of	
Changes during year (Specify):			
Balance at end of year			

	ong Term D	Debt	
	Interest		Principal at Balance
Description of Obligation	Rate	Payment	Sheet Date
9/21		\$374.00	\$465,107.00
10/19		\$848.00	\$464,259.00
11/19		\$570.00	\$463,689.00
12/28		\$463,689.00	\$0.00
Rolled into COML LN 0006			
		·	
Total		\$ 465,481.00	-

Capital S	tock	
	Common Stock	Preferred Stock
Par or stated value per share	N/A	N/A
Shares Authorized		
Shares Issued and Outstanding		
Total par value of stock issued		
Dividends declared per share for year		

	Re ⁻	tained Earni	ngs	•	
			Appropriated	Unappropri	ated
Balance at first of year		·			
Changes during year:					•
Net Income (loss)					
Dividends		:			3
Other (Specify):					
				1. 1. 1.	,
· · · · · · · · · · · · · · · · · · ·				,	
Balance end of year		4	in parts	\$\$ \$0.00	4 §
		A. C.			

Balance end of year	G	the server of	<u> </u>
		<u> </u>	
	Proprietary C	apital	4: -
		Proprietor or Partner	Partner
Balance at first of year			
Changes during year (Specify):			
Balance at end of year			

#*** *** **

L	Long Term Debt					
	Interest		Principal at Balance			
Description of Obligation	Rate	Payment	Sheet Date			
12/28 COML LN 0006			\$463,689.00			
Allocated to waste water			-\$24,098.00			
}						
Total	9	-	\$439,591.00			

Acct No.	Account Name	Previous Year	Additions	Retirements	Current Year
301	Organization	9,255.00	Additions	remements	9,255.00
302	Franchises	9,200.00			3,233.00
303	Land & Land Rights				
304	Structures and Improvements	632,782.00	5,616.00		638,398.00
305	Collecting and Impounding Reservoirs	002,102.00	0,010.00		000,000.00
306	Lake River and Other Intakes				
307	Wells and Springs				
308	Infiltration Galleries and Tunnels				
309	Supply Mains				
	Power Generation Equipment				
	Pumping Equipment				
	Water Treatment Equipment				
330	Distribution Reservoirs and Standpipes				
331	Transmission and Distribution Mains		***		
333	Services	,	j i		Mg Sign
334	Meters and Meter Installations				* * * * * * * * * * * * * * * * * * *
	Hydrants				
339	Other Plant and Misc. Equipment			· , a	
340	Office Furniture and Equipment		- 100		
341	Transportation Equipment	a a a a a a a a a a a a a a a a a a a	7	- 14.	
	Stores Equipment	n ya janja samanik ingan	er	100	- 2 Ng - 2 - 2
343	Tools, Shop & Garage Equipment	6.1	value of marity	4.	
344	Laboratory Equipment	A control of the cont		7.4	
345	Power Operated Equipment				
346	Communication Equipment		21	·	<u></u>
347	Miscellaneous Equipment	1 -20			
348	Other Tangible Plant				

**-

	Analysis	of Accu	mulated	J Depred	Analysis of Accumulated Depreciation by Primary Account	y 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	25			25,237.00		25,477.00	50,714.00
305	Collecting and Impounding Reservoirs				ar .	ша		
306	Lake River and Other Intakes			*	and the second s			
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							
-	Transmission and Distribution Mains							
333	Services					73.		
_	Meters and Meter Installations					,		
	Hydrants				, in the second			
339	Other Plant and Misc. Equipment							
340	Office Furniture and Equipment							
341	Transportation Equipment							
	Stores Equipment							
343	Tools, Shop & Garage Equipment			200				
344	Laboratory Equipment		•	riene F La M	The off of the systems of			
345	Power Operated Equipment							
346	Communication Equipment							
347	Miscellaneous Equipment							
348	Other Tangible Plant			yd.	May the second of the second o			
TOTAL	AL.			** * *	\$	i · · ·	\$ 25,477.00	\$ 50,714.00

Water Operation and Maintenance Exper	nse
Account Name	Amount
Salaries and Wages - Employees	
Salaries and Wages - Officers, Directors and Majority Stockholders	13,750.00
Employee Pension and Benefits	
Purchased Water	13,074.00
Purchased Power	
Fuel for Power Production	
Chemicals Testing	1,093.00
Materials and Supplies	34.00
Contractual Services	10,711.00
Rents	12,000.00
Transportation Expense	46.00
Insurance Expense	783.00
Regulatory Commission Expense	2,250.00
Miscellaneous	2,529.00
TOTAL	\$ 56,270.00

TOTAL	:		\$	56,270
		2 die 6		
Payments for Servi				
Report all information concerning rate, ma				
or other similar services rendered the resp				
corporation, partnership, individual, or orga	anization of any kind	l whatever, am	ounting to \$500 or r	nore.
Itilities having revenue in excess of \$100,	000 should report a	mounts of \$5.0	00 or more.	Latting Section 1981
Name of Recipient			Description of S	Service
Galusha, Higgins & Galusha PC	8,995.00		Accountin	
		3 4 - 1		
		3		
			4,4	
				
			•	
				
			· ·	
	-			
· · · · · · · · · · · · · · · · · · ·				

Ground Wa	ater: No.	of Springs:	No	of Shallo	w Wells: _	No.	of Deep W	/ells:	_
		, 0							
		Dagamia	ira Ctana	dnings s	nd Durit	fication Sy	<u>retom</u>		
No. of Res	ervoire.		nis, Stant			fication Sy in Gallons:			
No. of Star		_				in Gallons:			
			None-water is			is absent of k			require
:			purification.		,				,
	1	- 3 -		, 1 io		. 6. 44			
			Ser	vices an	nd Meter	S	1	i i	
Size->	1/2"	5/8"		1 1/2 in		3 in	4 in	3 6 in	
Services				51			14.4	é	
Meters	7, "2		** 1	1		and the same	*	1	
	-1, 1	*:	- 19 ¹ :			, 60 A	(≱ g. *		
, 19 ⁴	1					14 m (44) s			
()4 ⁴ () () () () ()	i i	Nim	nber and (1 1/2 187		in the second	-44
ga ^a (2) (3) (4) (5) (6) (6) (6) (7) (7) (8) (8)	To the square			Classific		Consume End of Year			
Classific	To see		nber and or Ye Unmetered	Classific ar	ation of	Consume End of Year		** *	ease rease)
Classific Residentia	cation.	Be	ginning of Ye Unmetered	Classific ar Total	ation of	Consume End of Year	rs Total	(Dec	1.4
	cation.	Be Metered	ginning of Ye Unmetered	Classific ar Total	ation of	Consume End of Year Unmetered	rs Total	(Dec	1.4
Residentia	cation.	Be Metered	eginning of Ye Unmetered 216	Classific ar Total	ation of	Consume End of Year Unmetered 216	rs Total	(Dec	1.4
Residentia Commerci Industrial Fire Hydra	cation. al	Be Metered	eginning of Ye Unmetered 216	Classific ar Total	ation of Metered	Consume End of Year Unmetered	rs Total	(Dec	1.4
Residentia Commerci Industrial Fire Hydra Governme	cation. al	Be Metered	eginning of Ye Unmetered 216 1	Classific ar Total 216	ation of Metered	Consume End of Year Unmetered 216	Total	(Dec	1.4
Residentia Commerci Industrial Fire Hydra	cation. al	Be Metered	eginning of Ye Unmetered 216 1	Classific ar Total 216	ation of Metered	Consume End of Year Unmetered 216	Total	(Dec	1.4
Residentia Commerci Industrial Fire Hydra Governme	cation. al ial ants	Be Metered	eginning of Ye Unmetered 216 1	Classific ar Total 216	ation of Metered	Consume End of Year Unmetered 216	Total	(Dec	1.4
Residentia Commerci Industrial Fire Hydra Governme All Other	cation. al ial ants	Be Metered	Unmetered. 216 1	Classific ar Total 216 1	ation of Metered	Consume End of Year Unmetered 216 1	Total 216 1	(Dec	1.4
Residentia Commerci Industrial Fire Hydra Governme All Other	cation. al ial ants	Be Metered	Unmetered. 216 1	Classific ar Total 216 1	Metered	Consume End of Year Unmetered 216 1 10 227.00	Total 216 1	(Dec	1.4
Residentia Commerci Industrial Fire Hydra Governme All Other	cation. al ial ants	Be Metered	eginning of Ye Unmetered. 216 1 10 227.00	Classific ar Total 216 1	Metered	Consume End of Year Unmetered 216 1 10 227.00	Total 216 1	(Dec	1.4

Affidavit

STATE OF MONTANA)	
County of Gallatin)	
We, the undersigned, on our oath do severally say that the foregoing return	
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	į
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 12 day of Jone, 20 10	-
Subscribed and sworn before me this 17 day of June, 20 10 by P Kavin Laustaunau who is personally known to me.	
Julia K Defrances	_
(SEAL)	
	_
Julie K. DeFrancesco	
Notary Public Notary Public TARIA: 0 = for the State of Montana	
SEAL * Bozeman, Montana	
My Commission Expires: August 31, 2013	