RECE**YEAR** Y 2011

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ANNUAL REPORT PUBLIC SERVICE COMMISSION

NAME

Landmark Water Company, LLC

LOCATION 26 Shawnee Way, Suite D, Bozeman, MT 59715

PRIVATE WATER UTILITY

TO THE

PUBLIC SERVICE COMMISSION

of Montana

FOR THE YEAR ENDING December 31, 2011

Form No. 402-A (01/2009)

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REPORT OF

Landmark Water Co	ompany, LLC	
26 Shawnee Way, 9	Suite D, Bozeman, MT 59715	
(address)		(city, state, zip code)
For Year Ended	December 31, 2011	
Date Utility First Organized	2/11/2003	
Telephone Number	406/586-9922	

Location of books and records 26 Shawnee Way, Suite D, Bozeman, MT 59715

Contacts					
Name	Title	Principal Business Address	Salary		
Person to send correspondence: Karen D'Sa	Office Manager	26 Shawnee Way, Suite D Bozeman, MT 59715			
Person who prepared this report: Karen D'Sa	Office Manager	26 Shawnee Way, Suite D Bozeman, MT 59715			
Officers and Managers: Potter Clinton Development, Inc.	Managing Member		0		

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	Principal Business Address	Amt Pd by Utility		
Potter Clinton Development, Inc.	100%	26 Shawnee Way, Suite D Bozeman, MT 59715	0		
Development, me.		Bozonian, in voor 10			

INCOME STATEMENT				
ACCOUNT NAME		Current Year	Pr	evious Year
ODEDATING DEVENUE.				
OPERATING REVENUE:				
Metered Residential	<u></u>	221,756.00		211,758.00
Commercial		221,730.00		211,730.00
Industrial				
Other				
Unmetered				
Residential				
Commercial				
Industrial				
Fire Protection				
Bulk Sales		VI.4-V.VII.4-V.V.V.V.V.V.V.V.V.V.V.V.V.V.V.V.V.V.V		
Sale of Materials				
Other				
TOTAL OPERATING REVENUE:	\$	221,756.00	\$	211,758.00
TO THE OTER THROUGH			<u> </u>	2.1,7,00.00
OPERATING EXPENSES:				
Operation and Maintenance Expense		163,930.00		144,644.00
Depreciation Expense		49,847.00		49,847.00
Taxes Other than Income				· · · · · · · · · · · · · · · · · · ·
Deferred Federal Income Taxes				
Deferred State Income Taxes				
TOTAL OPERATING EXPENSES	\$	213,777.00	\$	194,491.00
	<u> </u>		<u> </u>	
NET INCOME (LOSS) from OPERATIONS	\$	7,979.00	\$	17,267.00
Othersky				
Other Income:			T	
Non Utility Income				
TOTAL OTHER INCOME	\$	-	\$	-
Other Deductions:	<u> </u>		<u> </u>	
Non-Utility Expenses			<u> </u>	
Interest Expense		14,464.00		15,731.00
Interest Expense		17,707.00		10,701.00
TOTAL OTHER DEDUCTIONS		14,464.00	\$	15,731.00
TO THE OTHER BEBOOKS	L	,	I *	,
NET INCOME (LOSS)	\$	(6,485.00)	\$	1,536.00

COMPARATIVE B	ALAN(CE SHEET		
ACCOUNT NAME		Current Year		Previous Year
ACCETC.				
ASSETS:		000 004 00		020 064 00
Utility Plant in Service		928,861.00		928,861.00
Less: Accumulated Deprec. & Amort.	<u> </u>	419,210.00	Φ.	369,363.00
NET UTILITY PLANT	\$	509,651.00	\$	559,498.00
Cash	<u> </u>	32,258.00		25,193.00
Customer Accounts Receivable		19,050.00		19,309.00
Other Assets (Specify)		10,000.00		10,000.00
	<u> </u>			
			······································	
TOTAL ASSETS OTHER THAN UTILITY PLAN	\$	51,308.00	\$	44,502.00
	L		L	
TOTAL ASSETS	\$	560,959.00	\$	604,000.00
LIABILITIES AND CAPITAL				
CAPITAL				
Common Stock Issued	<u> </u>	·····		
Preferred Stock Issued				
Other Paid in Capital	<u> </u>	(0.400.00)		4 500 00
Retained Earnings	ļ	(6,486.00)		1,536.00
Proprietary Capital		(94,967.00)	Φ.	(96,503.00)
TOTAL CAPITAL	\$	(101,453.00)	\$	(94,967.00)
LIABILITIES				
	f	326,244.00		340,244.00
Long Term Debt		8,272.00		9,056.00
Accounts Payable Notes Payable		327,896.00		349,667.00
Customer Deposits		327,030.00		343,007.00
Accrued Taxes				
Other Liabilities (Specify)				
Other Liabilities (Opechy)				
	<u> </u>			
	1			1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-
Advances for Construction				
Contributions in aid of Construction				
TOTAL LIABILITIES	\$	662,412.00	\$	698,967.00
	<u></u>			
TOTAL LIABILITIES AND CAPITAL	\$	560,959.00	\$	604,000.00
<u> </u>				

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Accumulated Depreciation and Amortization of Utility Plant				
ACCOUNT 108	Current Year Previous Year			
Balance at First of Year	369,363.00	319,516.00		
Credits During the Year:				
Accruals Charged to Depreciation Account	49,847.00	49,847.00		
Salvage				
Other Credits (Specify):				
Total Credits	\$ 419,210.00	\$ 369,363.00		
Debits During the Year: Book Cost of Plant Retired Cost of Removal Other Debits (Specify):				
Total Debits	\$ -	\$ -		
Balance at End of Year	\$ 419,210.00	\$ 369,363.00		

Contributions in Aid of Construction				
Report below all contractor and developer agreements ar line extension agreements from which cash or property				
was received during the year	Cash	Property	Amount	
NOT APPLICABLE				
			<u></u>	
TOTAL DURING THE YEAR			为	

Accui	mulated Deferred Income Taxes	S	
Description Amount			mount
Accumulated Deferred Inc	ome Taxes		
Federal	NOT APPLICABLE		
State			
Total Accumulated Deferre	ed 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				
Balance at first of year Changes during year: Net Income (loss) Dividends Other (Specify):	Appropriated	Unappropriated		
Balance end of year				

Proprietary Capital					
Proprietor or Partner Partner					
Balance at first of year	(4,078.00)				
Changes during year (Specify): Net Income	(6,486.00)				
Balance at end of year	(10,564.00)				

Long Term Debt							
	Interest	n			pal at Balance		
Description of Obligation	Rate	Pa	ayment		heet Date		
Note Payable - First Security Bank	4.25%	3,0	20.00	32	27,896.00		
Total		\$	3,020.00	\$	327,896.00		

	Water Utility Plant Accounts							
Acct No.	Account Name	Previous Year	Additions	Retirements	Current Year			
301	Organization	87,961.00			87,961.00			
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	146,883.00			146,883.00			
310	Power Generation Equipment							
311	Pumping Equipment							
320	Water Treatment Equipment							
330	Distribution Reservoirs and Standpipes							
331	Transmission and Distribution Mains	577,218.00	***************************************		577,218.00			
333	Services							
334	Meters and Meter Installations	2,679.00			2,679.00			
335	Hydrants	114,120.00			114,120.00			
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 W	ater Plant	\$ 928,861.00	\$ -	\$ -	\$ 928,861.00			

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	Analysis	of Accu	mulated	d Deprec	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
301	Organization	15	%0	6.67%	45,561.00		5,864.00	51,425.00
304	Structures and Improvements							6
305	Collecting and Impounding Reservoirs							•
306	Lake River and Other Intakes							5
307	Wells and Springs							
308	Infiltration Galleries and Tunnels							
309	Supply Mains	20	%0	2.00%	58,679.00		7,344.00	66,023.00
310	Power Generation Equipment							2
311	Pumping Equipment							ī
320	Water Treatment Equipment							1
330	Distribution Reservoirs and Standpipes							1
331	Transmission and Distribution Mains	20	%0	2.00%	210,374.00		28,861.00	239,235.00
333	Services							**
334	Meters and Meter Installations	15	%0	6.67%	1,359.00		170.00	1,529.00
335	Hydrants	15	%0	%29'9	53,390.00		7,608.00	60,998.00
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	-							
TOTAL	AL				\$ 369,363.00	ω	\$ 49,847.00	\$ 419,210.00

Water Operation and Maintenance Expense					
Account Name	Д	mount			
Salaries and Wages - Employees					
Salaries and Wages - Officers, Directors and Majority Stockholders					
Employee Pension and Benefits					
Purchased Water		130,805.00			
Purchased Power					
Fuel for Power Production					
Chemicals					
Materials and Supplies		1,120.00			
Contractual Services		27,966.00			
Rents					
Transportation Expense					
Insurance Expense		1,821.00			
Regulatory Commission Expense		1,769.00			
Bad Debt Expense		9.00			
Other Expense		440.00			
TOTAL	\$	163,930.00			

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 of 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 Christine Clarkson 11,400.00 Customer Billing & Meter Reading Water Turnoffs & Misc. Expenses 365.00 Christine Clarkson Stephen O'Neil 4,955.00 Water Testing Legal Fees Michael C. Coil 3,567.00 130,805.00 Purchased Water River Rock County Water & Sewer District Rudd & Company, PLLC 689.00 Tax Return Preparation

Sources of Water Supply									
NOT APPLICABLE									
Surface Water: River: Lake: Stream: Impounding Reservoir:									
Ground Water: No. of Springs: No. of Shallow Wells: No. of Deep Wells:									
Reservoirs, Standpipes, and Purification System									
No. of Reservoirs: Capacity in Gallons:									
No. of Standpipes: Capacity in Gallons:									
Method of Purification:									
NOT APPLICABLE									
Services and Meters									
Size->	1/2"	5/8"	1 in	1 1/2 in	2 in	3 in	4 in	6 in	
Services			236						
Meters		236							<u> </u>
Number and Classification of Consumers									
Beginning of Year End of Year									
Classification Metered Unmetered Total Metered Unmetered Total Increase (Decrease)									
Residential 236 236 236 0									
Commercial									
Industrial									
Fire Hydr									
Governm	<u>ental</u>								
All Other		000		000	000	0	220		
То	tal	236	0	236	236	0	236)
L		<u></u>				<u> </u>			
Total Pumping Station Statistics									
Total Amount of Water Obtained by all methods during the year:N/A gals.									
Maximum Water obtained all methods during any one day:N/A gals.									
								gals.	
Minimum Amount of Water obtained all methods during one day:N/A gals. Range of ordinary pressure on mains N/A lbs to N/A lbs									
Range of fire pressure in mainsN/A									
-	•								

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Affidavit

STATE OF MONTANA)	
County of Gallatin)	
We, the undersigned, on ou		at the foregoing return of
Landmark Water Compwater utility, has been prepared		om the original books,
papers and records of said correct statement embracin	.	
during the period for which	the return is made.	
	Ka D'Sa	
	(Signature)	
	(Signature)	The second secon
O de control con decressos la efe		20 vo hy Koron Disc
Subscribed and sworn beto	re me this <u>A.C.</u> day of <u>1</u>	March , 20 12 by Karen D'Sa
	J. J. F. B. B	
(O = A)	Signature	Printed Name
(SEAL)	County of Gallatin	Residing at:
OTHA Page Judith A Rau	State of Montana	My Commission expires:
Notary Public Notary Public For the State of Montana		
SEAL ** Residing at: Bozeman, Montana		
October 03, 2012	_]	