2012 APR 27

### **ANNUAL REPORT**

of the

NAME

Treeline Springs, LLC

LOCATION Moonlight Basin - Madison County, MT

## PRIVATE WATER UTILITY

TO THE

# **PUBLIC SERVICE COMMISSION**

OF MONTANA

FOR THE YEAR ENDING 12/31/2011

Form No. 402-A (01/2009)

#### General Instructions

- 1 Prepare this report in conformity with the 1984 National Association of Utility Regulatory Commissioners Uniform System of Accounts for Water Utilities.
- Interpret all accounting words or phrases in accordance with the Uniform System of Accounts for Water Utilities.
- 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.
- 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.
- 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.
- 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.
- 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**

Treemie Springs LLC			
PO Box 1369		Ennis, MT 59729	
(address)		(city, state, zip code)	•
For Year Ended	12/31/2011		
Date Utility First Organized	02/02/1999		
Telephone Number	(406) 993-6000		
Location of books and records	Ennis and Bozeman, MT		

	Conf	tacts	
Name	Title	Principal Business Address	Salary
Person to send correspondence:	Eric Butts Civil Engineer	PO Box 1369 Ennis, MT 59729	
Person who prepared this report:	Julie Eik Accounting Manager	PO Box 11965 Bozeman, MT 59719	
Officers and Managers:	Moonlight Basin Ranch LP	PO Box 11965 Bozeman, MT 59719	

	Own	ership	
Report every corporation of the reporting utility	on or person owning interest or ho	olding directly 5 percent or more of t	he voting securities
Name	Percent Ownership in Utility	Principle Business Address	Amt Pd by Utility
Moonlight Basin Ranch LP	100%	PO Box 11965 / Bozeman, MT 59719	78,290.69

Metered   Residential   -     -	INCOME STATE	EMENT	The same of the sa	
Metered   Residential   -   -   -	ACCOUNT NAME	Curi	rent Year (2011)	Previous Year (2010)
Metered   Residential   -   -   -	OPERATING DEVENUE			
Residential				
Commercial		<u> </u>		
Industrial				**
Other         -         -           Unmetered         Residential         158,782.95         100,510.55           Commercial         -         -           Industrial         -         -           Fire Protection         -         -           Bulk Sales         -         -           Sale of Materials         -         -           Other         9.94         -           FOTAL OPERATING REVENUE:         \$ 158,792.89         \$ 100,510.55           DPERATING EXPENSES:           Operation and Maintenance Expense         186,629.79         195,460.66           Depreciation Expense         6,343.44         6,587.56           Taxes Other than Income         -         -           Deferred Federal Income Taxes         -         -           FOTAL OPERATING EXPENSES         \$ 192,973.23         \$ 202,048.22           NET INCOME (LOSS) from OPERATIONS         \$ (34,180.34)         \$ (101,537.67)           OTHAL OTHER INCOME         -         -         -           Other Deductions:         -         -         -           Non-Utility Expenses         -         -         -           Interest Expense         - <t< td=""><td>THE COL COL COL COL COL COL COL COL COL COL</td><td></td><td></td><td></td></t<>	THE COL			
Unmetered Residential				
Residential				
Commercial			158 782 05	100 510 55
Industrial	WE ME AND THE		100,702.90	100,010.00
Fire Protection	and the second of the second o			
Bulk Sales	\$\$ 100 M 100 TO			
Sale of Materials         -				
Other         9.94         -           FOTAL OPERATING REVENUE:         \$ 158,792.89         \$ 100,510.55           DPERATING EXPENSES:           Operation and Maintenance Expense         186,629.79         195,460.66           Depreciation Expense         6,343.44         6,587.56           Taxes Other than Income         -         -           Deferred Federal Income Taxes         -         -           Pofferred State Income Taxes         -         -           FOTAL OPERATING EXPENSES         \$ 192,973.23         \$ 202,048.22           NET INCOME (LOSS) from OPERATIONS         \$ (34,180.34)         \$ (101,537.67)           Other Income:           Non Utility Income         -         -           FOTAL OTHER INCOME         \$ -         -           Other Deductions:         -         -           Non-Utility Expenses         -         -           Interest Expense         -         -           Interest Expense         -         -           OTAL OTHER DEDUCTIONS         \$ -         -	200 Test 400 All T			
DPERATING REVENUE:   \$ 158,792.89   \$ 100,510.55			9 94	
DPERATING EXPENSES:   Operation and Maintenance Expense				\$ 100 510 55
Operation and Maintenance Expense         186,629.79         195,460.66           Depreciation Expense         6,343.44         6,587.56           Taxes Other than Income         -         -           Deferred Federal Income Taxes         -         -           Deferred State Income Taxes         -         -           TOTAL OPERATING EXPENSES         \$ 192,973.23         \$ 202,048.22           NET INCOME (LOSS) from OPERATIONS         \$ (34,180.34)         \$ (101,537.67)           Other Income:           Non Utility Income         -         -           TOTAL OTHER INCOME         \$ -         \$ -           Other Deductions:         Non-Utility Expenses         -         -           Interest Expense         -         -         -           OTAL OTHER DEDUCTIONS         \$ -         >         -			100,102.00	Ψ 100,510.55
Operation and Maintenance Expense         186,629.79         195,460.66           Depreciation Expense         6,343.44         6,587.56           Taxes Other than Income         -         -           Deferred Federal Income Taxes         -         -           Deferred State Income Taxes         -         -           TOTAL OPERATING EXPENSES         \$ 192,973.23         \$ 202,048.22           NET INCOME (LOSS) from OPERATIONS         \$ (34,180.34)         \$ (101,537.67)           Other Income:           Non Utility Income         -         -           TOTAL OTHER INCOME         \$ -         \$ -           Other Deductions:         Non-Utility Expenses         -         -           Interest Expense         -         -         -           OTAL OTHER DEDUCTIONS         \$ -         >         -				
Depreciation Expense   6,343.44   6,587.56     Taxes Other than Income	OPERATING EXPENSES:			
Taxes Other than Income  Deferred Federal Income Taxes Deferred State Income State I			186,629.79	195,460.66
Deferred Federal Income Taxes			6,343.44	6,587.56
Deferred State Income Taxes			-	-
State   Stat			-	***
NET INCOME (LOSS) from OPERATIONS   \$ (34,180.34)   \$ (101,537.67)	Deferred State Income Taxes		-	
Other Income:           Non Utility Income         -	TOTAL OPERATING EXPENSES	\$	192,973.23	\$ 202,048.22
Other Income:           Non Utility Income         -	NET INCOME (LOSS) from OPERATIONS	<b>S</b>	(34.180.34)	\$ (101 537 67)
Non Utility Income				
Other Deductions:           Non-Utility Expenses         -	Non Utility Income			ppe .
Other Deductions:           Non-Utility Expenses         -			-	-
Other Deductions:           Non-Utility Expenses         -			-	-
Non-Utility Expenses         -	TOTAL OTHER INCOME	\$	à-a	\$ -
Interest Expense	Other Deductions:		t talle der Market trades and de Market de State	
Interest Expense	Non-Utility Expenses			***
			· ·	
	•		-	-
			***	
	TOTAL OTHER DEDUCTIONS	\$		\$
NET INCOME (LOSS) \$ (34,180.34) \$ (101.537.67)		International Control of the Control		
	NET INCOME (LOSS)	\$	(34,180.34)	\$ (101,537.67)

COMPARATIVE B	ALANCE SHEET	
ACCOUNT NAME	Current Year (2011)	Previous Year (2010)
A COFTO.		
ASSETS:		
Utility Plant in Service	160,989.90	160,989.90
Less: Accumulated Deprec. & Amort.	34,744.20	28,400.76
NET UTILITY PLANT	\$ 126,245.70	\$ 132,589.14
  Cash		
the how two two feet has the hot feet yet and her feet and yet her and her feet and any age one and man	40.040.70	-
Customer Accounts Receivable	42,849.70	-
Other Assets (Specify)	**	-
TOTAL ASSETS OTHER THAN UTILITY PLAN	¢ 42.040.70	-   \$ -
TOTAL ASSETS OTHER THAN UTILITY FLAN	\$ 42,849.70	
TOTAL ASSETS	\$ 169,095.40	\$ 132,589.14
		and the second content of the second content
LIABILITIES AND CAPITAL		
CAPITAL		
Common Stock Issued		**
Preferred Stock Issued	-	
Other Paid in Capital		***
Retained Earnings		
Proprietary Capital	(277,998.03)	
TOTAL CAPITAL	\$ (277,998.03)	\$ (243,037.69)
LIABILITIES		
Long Term Debt		
Accounts Payable	water from the first transfer of the first t	
Notes Payable	447,093.43	375,626.83
Customer Deposits	_	-
Accrued Taxes	•	-
Other Liabilities (Specify)	<del></del>	••
Deferred Revenue - Other	***	-
		-
	<b>36</b> -	M
	•	-
Advances for Construction	-	
Contributions in aid of Construction	-	-
TOTAL LIABILITIES	\$ 447,093.43	\$ 375,626.83
TOTAL LIABILITIES AND CAPITAL	\$ 169,095.40	\$ 132,589.14

Accumulated Depreciation and A	mort	ization of Ut	ility F	Plant
ACCOUNT 108	Current Year (2011) Previous Year (2010			ous Year (2010)
Balance at First of Year		(28,400.76)		(21,813.20)
Credits During the Year:		(6,343.44)		(6,587.56)
Accruals Charged to Depreciation Account		<b>7</b> 2		-
Salvage				-
Other Credits (Specify):		-		-
				-
				-
		-		-
Total Credits	\$	(34,744.20)	\$	(28,400.76)
Debits During the Year:				
Book Cost of Plant Retired		***		
Cost of Removal		-		
Other Debits (Specify):				
				-
		-		-
		**		-
Total Debits	\$		\$	
Balance at End of Year	\$	(34,744.20)	\$	(28,400.76)

Contributions in Aid of Construction				
Report below all contractor and developer agreements ar line extension agreements from which cash or property	Ind	icate		
was received during the year	Cash	Property	Amount	
N/A				
				-
				-
				-
				**
TOTAL DURING THE YEAR		······	\$	

Accumulated [	Deferred Income Tax	es	
Description		Amo	unt
Accumulated Deferred Income Taxes	S		
Federal	N/A		-
State	N/A		-
Total Accumulated Deferred Income	Taxes	\$	

Capital Stock				
		Common Stock	Preferred Stock	
Par or stated value per share	N/A	0	0.	
Shares Authorized	N/A	0	0	
Shares Issued and Outstanding	N/A	0	0	
Total par value of stock issued	N/A	0	0	
Dividends declared per share for y	ear N/A	0	0	

Retained Earnings				
		Appropriated	Unappropriated	
Balance at first of year	N/A	0	0	
Changes during year:		0	0	
Net Income (loss)	N/A	0	0	
Dividends	N/A	0	0	
Other (Specify):		0	0	
	N/A	0	0	
		0	0	
		0	0	
		0	0	
Balance end of year		0	0	

Proprietary Capital			
Proprietor or Partner Partner			
Balance at first of year	(243,037.69)	0	
Changes during year (Specify):	-	0	
Net Loss	(34,180.34)	0	
Other	(780.00)	0	
	~	0	
	₩	0	
Balance at end of year	(277,998.03)	0	

	Long Term D	ebt		
Description of Obligation	Interest			
N/A	o	0	Sheet Date 0	
N/A	o	0	0	
N/A	0	0	0	
N/A	0	0	0	
N/A		0	0	
N/A	o	0	0	
N/A	0	0	0	
N/A	0	0	0	
N/A	0	0	0	
Total		\$ -	\$ -	

	Water Ut	ility Plant Acc	ounts		Articular (III. 1604 - 1444) Articular (III. 1644) Articular (III. 1644) Articular (III. 1644) Articular (III.
Acct No.	Account Name	Previous Year	Additions	Retirements	Current Year
301	Organization		-	-	
302	Franchises		<b></b>	-	
303	Land & Land Rights	•	-	-	*
304	Structures and Improvements	-		~	<b>100</b>
305	Collecting and Impounding Reservoirs	-	-		**
306	Lake River and Other Intakes	**	4-	-	-
307	Wells and Springs	63,662.59		-	63,662.59
308	Infiltration Galleries and Tunnels				
309	Supply Mains	-	**	-	**
310	Power Generation Equipment	••	-	**	-
311	Pumping Equipment	-	-	-	Ame
320	Water Treatment Equipment		-	-	**
330	Distribution Reservoirs and Standpipes	••	-	-	**
331	Transmission and Distribution Mains		**	_	-
333	Services	-	-	-	-
334	Meters and Meter Installations	im	-	-	Na.
335	Hydrants	**	-	-	_
339	Other Plant and Misc. Equipment	97,327.31		~-	97,327.31
340	Office Furniture and Equipment	-	-	-	
341	Transportation Equipment	-	-	-	**
342	Stores Equipment	**	-	-	<del></del>
343	Tools, Shop & Garage Equipment	No.	-	-	40
344	Laboratory Equipment	-	-	÷	-
345	Power Operated Equipment	_	-	-	)v
346	Communication Equipment	**	-	-	AR-
347	Miscellaneous Equipment	32-	-	-	-
348	Other Tangible Plant		_	-	
Total W	ater Plant	\$ 160,989.90	\$ -	\$ -	\$ 160,989.90

Analysis c	of Accumula	ımulated		Depreciation by Primary Account	ry Account		
Acct No.	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	2			-		1	
+				en de la companyación de la comp		,	***************************************
-		-			1		-
307 Wells and Springs	30			10,294.67	î	2.122.10	12.416.77
_				inform, you distributed the form of particular properties and particular and together agreements and control of	+	1	*
309 Supply Mains			-	de de la companya de	1	1	t
				erie der der der der der der der der der de	1		*
311   Pumping Equipment					***************************************		
				en de service de la companya del companya de la companya de la companya del companya de la companya del la companya de la comp		ı	
Distribution Reservoirs and Standpipes					1	1	
331   Transmission and Distribution Mains				irania producti materia de la compania de la compa		1	***
-				ş	1	1	
334 Meters and Meter Installations				***************************************		-	***
<del></del>			-		1	+	
	30			18,106.09		4,221.34	22,327.43
				•	*	1	1
*************					1	1	8
				•	1	5	
_				,	1	ı	
-					1		
345   Power Operated Equipment					1	1	-
					1	1	-
		and the second s			1	-	
348 Other Tangible Plant				est de la companya d			*
тотаг				\$ 28,400.76	٠	\$ 6,343.44	\$ 34,744.20

Water Operation and Maintenance Expense		
Account Name	A	mount
Salaries and Wages - Employees		78,290.69
Salaries and Wages - Officers, Directors and Majority Stockholders		_
Employee Pension and Benefits		444.00
Purchased Water		**
Purchased Power		24,654.34
Fuel for Power Production		-
Chemicals		-
Materials and Supplies		8,163.14
Contractual Services		33,515.95
Rents		-
Transportation Expense		33,956.82
Insurance Expense		7,311.62
Regulatory Commission Expense		-
Bad Debt Expense		293.23
TOTAL	\$	186,629.79

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
N/A		
·		

	Soi	urces of Water S	Supply
Surface Water: River:	_ Lake: _	Stream:	Impounding Reservoir:
Ground Water: No. of Spring	s:	No. of Shallow Wells	s: No. of Deep Wells:3
Reserv	oirs, Sta	andpipes, and Pu	urification System
No. of Reservoirs: 1		Capac	city in Gallons: <u>318,000</u>
No. of Standpipes:		Capac	city in Gallons:
Method of Purification:			

			Se	rvices an	d Meter	'S			
Size->	1/2"	5/8"	1 in	1 1/2 in	2 in	3 in	4 in	6 in	
Services	0	0	223	4	22	0	9	2	
Meters	0	0	0	0	0	0	0	0	

***************************************	Nun	nber and (	Classific	ation of	Consume	rs	and the second s
		eginning of Ye			End of Year		
Classification	Metered	Unmetered	Total	Metered	Unmetered	Total	Increase (Decrease)
Residential	0	239	239	0	240	240	1
Commercial	0	3	3	0	3	3	0
Industrial	0	0	0	0	0	0	0
Fire Hydrants	0	57	57	0	57	57	0
Governmental	0	0	0	0	0	0	0
All Other	0	0	0	0	0	0	0
Total	-	299.00	299.00	-	300.00	300.00	1.00

Total Pumping Station Statistics	
Total Amount of Water Obtained by all methods during the year: 18,575,054  Maximum Water obtained all methods during any one day: 167,843  Minimum Amount of Water obtained all methods during one day: 7,188  Range of ordinary pressure on mains 50 lbs to 120 lbs  Range of fire pressure in mains 50 lbs to 120 lbs	gals. gals. gals.

# Affidavit

STATE OF MONTANA	)
County of Madisco	
We, the undersigned, on a	our oath do severally say that the foregoing return of
water utility, has been pre	pared under our direction from the original books, d utility and declare the same to be a full, true and
	ing all the financial transactions of said utility
admig the pened for which	Evi Sixt
	(Signature)
	(Signature)
Subscribed and sworn bet	fore me this <u>as</u> day of <u>April</u> , 20 <u>12</u>
SSIFANE	In is Anilli
(SEAL)	Jessi Fanelli
(S.E.A.L.)	Jessi Fanelli  Poolding at Emis, mt  My Commission Expires June 30, 2012