

OF

Spirit Lake East Water Company

-711 SPL-W

ADDRESS

TO THE

# **IDAHO PUBLIC**

# **UTILITIES COMMISSION**

FOR THE

10/31/02 YEAR ENDED

## ANNUAL REPORT FOR WATER UTILITIES TO THE IDAHO PUBLIC UTILITIES COMMISSION FOR THE YEAR ENDING 10/31/02

#### **COMPANY INFORMATION**

1 Give full name of utility	e full name of utility SPIRIT LAKE EAST WATER COMPANY				
2 Date of Organization	4/1/82				
3 Organized under the laws of the state of	IDAHO				
4 Address of Principal Office (number & street)	15807 E. INDIANA				
5 P.O. Box (if applicable)					
6 City	SPOKANE				
7 State	WASHINGTON				
8 Zip Code	99216				
9 Organization (proprietor, partnership, corp.)	CORP				
10 Towns, Counties served	SPIRIT LAKE EAST AND TREEPORT DEVELOPMENTS				
	KOOTENAI AND BONNER COUNTY				
11 Are there any affiliated companies?	HANSON INDUSTRIES, INC				
If yes, attach a list with names, addresses	s & descriptions. Explain any services				
provided to the utility.					
12 Contact Information	Name	Phone No.			
President (Owner)	RAYMOND A HANSON	509-922-5252			
Vice President					
Secretary	DENNIS A HANSON	509-922-5252			
General Manager					
Complaints or Billing	ROXANN MIDDLETON	509-922-5252			
Engineering					
Emergency Service	JIM KRUGER	509-922-5252			
Accounting	ROXANN MIDDLETON	509-922-5252			
13 Were any water systems acquired during the	e year or any additions/deletions made				
to the service area during the year?	NO				
If yes, attach a list with names, addresse provided to the utility.	s & descriptions. Explain any services				
14 Where are the Company's books and record	s kept?				
Street Address	15807 E Indiana Ave.				
City	Spokane				
State	WA				
Zip	<u>99216</u>				

	COMPANY INFORM	ATION (Cont.	)	
	For the Year Ended	10/31/02		
15 Is the s	ystem operated or maintained under a			
	service contract?		NO	
16 If yes:	With whom is the contract?			
	When does the contract expire?			
	What services and rates are included?		·····	
	_			
17 Is wate	r purchased for resale through the system?	)	NO	
18 If yes:	Name of Organization			
	Name of owner or operator			
	Mailing Address			, , u=.
	City			
	State			
	Zip			
			Gallons/CCF	\$Amount
	Water Purchased		<u></u>	
19 Has an	y system(s) been disapproved by the			
	Idaho Division of Environmental Quality?		NO	
lf yes,	attach full explanation			
20 Has the	e Idaho Division of Environmental Quality			
	recommended any improvements?		NO	
lf yes,	attach full explanation			
21 Numbe	er of Complaints received during year conce	erning:		
	Quality of Service		2 to 3	
	High Bills		4 to 5	
	Disconnection		None	
22 Numbe	er of Customers involuntarily disconnected		None	
23 Date c	ustomers last received a copy of the Summ	nary		
	of Rules required by IDAPA 31.21.01.701	1?	Beginning of serv	ice
Attach	a copy of the Summary			
24 Did sig	nificant additions or retirements from the			
	Plant Accounts occur during the year?		NO	
lf yes,	attach full explanation			
and ar	n updated system map			

# SPIRIT LAKE EAST WATER COMPANY

#### **REVENUE & EXPENSE DETAIL**

		For the Year Ended	10/31/02	
	ACCT #			
		400 REVENUES		
1	460	Unmetered Water Revenue		
2	461.1	Metered Sales - Residential	41844	
3	461.2	Metered Sales - Commercial, Industrial	· · · · · · · · · · · · · · · · · · ·	
4	462	Fire Protection Revenue		
5	464	Other Water Sales Revenue	8450	
6	465	Irrigation Sales Revenue		
7	466	Sales for Resale	<u> </u>	
8	400	Total Revenue (Add Lines 1 - 7) (also enter result on Page 4, line 1)	50294	
9	* DEQ F	ees Billed separately to customers		Booked to Acct #
10	** Hook	up or Connection Fees Collected	8450	Booked to Acct #
11	***Comr	mission Approved Surcharges Collected		Booked to Acct #
		401 OPERATING EXPENSES		
12	601.1-6	Labor - Operation & Maintenance	6060	
13	601.7	Labor - Customer Accounts		
14	601.8	Labor - Administrative & General	3600	
15	603	Salaries, Officers & Directors		
16	604	Employee Pensions & Benefits		· · ·
17	610	Purchased Water		-
18	615-16	Purchased Power & Fuel for Power	21285	
19	618	Chemicals	924	_
20	620.1-6	Materials & Supplies - Operation & Maint.	27412	-
21	620.7-8	Materials & Supplies - Administrative & General	552	_
22	631-34	Contract Services - Professional		
23	635	Contract Services - Water Testing	553	_
24	636	Contract Services - Other	205	
25	641-42	Rentals - Property & Equipment		_
26	650	Transportation Expense		-
27	656-59	Insurance		-
28	660	Advertising		-
29	666	Rate Case Expense (Amortization)		_
30	667	Regulatory Comm. Exp. (Other except taxes)		-
31	670	Bad Debt Expense		-
32	675	Miscellaneous	170	-
33	Total O	perating Expenses (Add lines 12 - 32, also enter on Po	g 4, line 2)	- 60761

# Name: SPIRIT LAKE EAST WATER COMPANY

#### **INCOME STATEMENT**

		For Year Ended 10/31/02	
	ACCT #		
1		Revenue (From Page 3, line 8)	50294
2		Operating Expenses (From Page 3, line 33) 60761	
3	403	Depreciation Expense	
4	406	Amortization, Utility Plant Aquisition Adj.	
5	407	Amortization Exp Other	
6	408.10	Regulatory Fees (PUC) 117	
7	408.11	Property Taxes 251	
8	408.12	Payroll Taxes	
9A	408.13	Other Taxes (list) DEQ Fees 735	
9B			
9C			
9D			
10	409.10	Federal Income Taxes 30	
11	409.11	State Income Taxes	
12	410.10	Provision for Deferred Income Tax - Federal	
13	410.11	Provision for Deferred Income Tax - State	
14	411	Provision for Deferred Utility Income Tax Credits	
15	412	Investment Tax Credits - Utility	
16		Total Expenses from operations before interest (add lines 2-15)	61894
17	413	Income From Utility Plant Leased to Others	
18	414	Gains (Losses) From Disposition of Utility Plant	
19		Net Operating Income (Add lines 1, 17 &18 less line 16)	-11600
20	415	Revenues, Merchandizing Jobbing and Contract Work	
21	416	Expenses, Merchandizing, Jobbing & Contracts	
22	419	Interest & Dividend Income	
23	420	Allowance for Funds used During Construction	
24	421	Miscellaneous Non-Utility Income	
25	426	Miscellaneous Non-Utility Expense	
26	408.20	Other Taxes, Non-Utility Operations	<u></u>
27	409-20	Income Taxes, Non-Utility Operations	<u> </u>
28		Net Non-Utility Income (Add lines 20,22,23 & 24 less lines 21,25,26, & 27)	
29		Gross Income (add lines 19 & 28)	-11600
30	427.3	Interest Exp. on Long-Term Debt	
31	427.5	Other Interest Charges	
32		NET INCOME (Line 29 less lines 30 & 31) (Also Enter on Pg 9, Line 2)	-11600

#### ACCOUNT 101 PLANT IN SERVICE DETAIL

For Year Ended 10/31/02

	SUB ACCT #	# DESCRIPTION	Balance Beginning of Year	Added During Year	Removed During Year	Balance End of Year
1	301	Organization				
2	302	Franchises and Consents				
3	303	Land & Land Rights				
4	304	Structures and Improvements	8405			8405
5	305	Collecting & Impounding Reservoirs	77073			77073
6	306	Lake, River & Other Intakes				
7	307	Wells	30132	<u>.</u> .		30132
8	308	- Infiltration Galleries & Tunnels				
9	309	– Supply Mains				
10	310	– Power Generation Equipment				
11	311	Power Pumping Equipment	51700			51700
12	320	Purification Systems	796			796
13	330	Distribution Reservoirs & Standpipes				
14	331	Trans. & Distrib. Mains & Accessories	512537			512537
15	333	Services	71097			71097
16	334	Meters and Meter Installations	13918			13918
17	335	Hydrants _				
18	336	Backflow Prevention Devices				
19	339	Other Plant & Misc. Equipment				
20	340	Office Furniture and Equipment	625			625
21	341	Transportation Equipment	5001			5001
22	342	Stores Equipment				
23	343	Tools, Shop and Garage Equipment				
24	344	Laboratory Equipment				
25	345	Power Operated Equipment		<u> </u>		
26	346	Communications Equipment				
27	347	Miscellaneous Equipment				
28	348	Other Tangible Property	22451			22451
29		TOTAL PLANT IN SERVICE	793738			793738
		(Add lines 1 - 28)	Enter begi	nning & end of	year totals on Pg	7, Line 1

#### ACCUMULATED DEPRECIATION ACCOUNT 108.1 DETAIL

For Year Ended 10/31/02

	SUB		Depreciation Rate	Balance Beginning	Balance End of	Increase or
	ACCT #	DESCRIPTION	%	of Year	Year	(Decrease)
1	304	Structures and Improvements				
2	305	Collecting & Impounding Reservoirs				
3	306	Lake, River & Other Intakes				
4	307	Wells				
5	308	Infiltration Galleries & Tunnels				
6	309	Supply Mains				
7	310	Power Generation Equipment				
8	311	Power Pumping Equipment				
9	320	Purification Systems				
10	330	Distribution Reservoirs & Standpipes				
11	331	Trans. & Distrib. Mains & Accessories				
12	333	Services				
13	334	Meters and Meter Installations				
14	335	Hydrants				
15	336	Backflow Prevention Devices				
16	339	Other Plant & Misc. Equipment				
17	340	Office Furniture and Equipment				
18	341	Transportation Equipment				
19	342	Stores Equipment				
20	343	Tools, Shop and Garage Equipment				
21	344	Laboratory Equipment				
22	345	Power Operated Equipment				
23	346	Communications Equipment	· · · · · · · · · · · · · · · · · · ·			
24	347	Miscellaneous Equipment				
25	348	Other Tangible Property	· · · · · · · · · · · · · · · · · · ·			
26		TOTALS (Add Lines 1 - 25)	SL 20 YEARS	723687	723687	
			Entor bo	ainning & end of ve	ar totale on Da	/ Line 7

Enter beginning & end of year totals on Pg 7, Line 7

# Name: SPIRIT LAKE EAST WATER COMPANY

#### BALANCE SHEET

For Year Ended 10/31/02

		ASSETS	Balance Beginning	Balance End of	Increase or
	ACCT #	DESCRIPTION	of Year	Year	(Decrease)
1	101	Utility Plant in Service (From Pg 5, Line 29)	793737	793737	
2	102	Utility Plant Leased to Others			
3	103	Plant Held for Future Use			
4	105	Construction Work in Progress			
5	114	Utility Plant Aquisition Adjustment			
6		Subtotal (Add Lines 1 - 5)			
7	108.1	Accumulated Depreciation (From Pg 6, Line 26)	723687	723687	
8	108.2	Accum. Depr Utility Plant Lease to Others			
9	108.3	Accum. Depr Property Held for Future Use			
10	110.1	Accum. Amort Utility Plant in Service			
11	110.2	Accum. Amort Utility Plant Lease to Others			
12	115	Accumulated Amortization - Aquisition Adj.			
13		Net Utility Plant (Line 6 less lines 7 - 12)	70050	70050	
14	123	Investment in Subsidiaries			
15	125	Other Investments			
16		Total Investments (Add lines 14 & 15)			
17	131	Cash			
18	135	Short Term Investments			
19	141	Accts/Notes Receivable - Customers	8028	7546	-482
20	142	Other Receivables			
21	145	Receivables from Associated Companies			
22	151	Materials & Supplies Inventory			
23	162	Prepaid Expenses			
24	173	Unbilled (Accrued) Utility Revenue			
25	143	Provision for Uncollectable Accounts			
26		Total Current (Add lines 17 -24 less line 25)			
27	181	Unamortized Debt Discount & Expense			
28	183	Preliminary Survey & Investigation Charges			
29	184	Deferred Rate Case Expenses			
30	186	Other Deferred Charges			<u>.</u>
31		Total Assets (Add lines 13, 16 & 26 - 30)	78078	77596	-482

## Name: SPIRIT LAKE EAST WATER COMPANY

### BALANCE SHEET

For Year Ended 10/31/02

		LIABILITIES & CAPITAL	Balance	Balance	Increase
	ACCT #	DESCRIPTION	Beginning of Year	End of Year	or (Decrease)
1	201-3	Common Stock	296434	296434	
2	204-6	Preferred Stock			
3	207-13	Miscellaneous Capital Accounts			
4	214	Appropriated Retained Earnings	-669277	-680877	-11600
5	215	Unappropriated Retained Earnings			
6	216	Reacquired Capital Stock			
7	218	Proprietary Capital			
8		Total Equity Capital (Add Lines 1-5+7 less line 6)	-372843	-384443	-11600
9	221-2	Bonds			
10	223	Advances from Associated Companies			
11	224	Other Long - Term Debt			
12	231	Accounts Payable			
13	232	Notes Payable			
14	233	Accounts Payable - Associated Companies			
15	235	Customer Deposits (Refundable)			
16	236.11	Accrued Other Taxes Payable			
17	236.12	Accrued Income Taxes Payable			
18	236.2	Accrued Taxes - Non-Utility			
19	237-40	Accrued Debt, Interest & Dividends Payable			
20	241	Misc. Current & Accrued Liabilities			
21	251	Unamortized Debt Premium			
22	252	Advances for Construction			
23	253	Other Deferred Liabilities	380871	391989	11118
24	255.1	Accumulated Investment Tax Credits - Utility			
25	255.2	Accum. Investment Tax Credits - Non-Utility			
26	261-5	Operating Reserves			
27	271	Contributions in Aid of Construction	70050	70050	
28	272	Accum. Amort. of Contrib. in Aid of Const. **			
29	281-3	Accumulated Deferred Income Taxes			
30		Total Liabilities (Add lines 9 - 29			
31	TOTAL	LIAB & CAPITAL ( Add lines 8 & 30)	78078	100796	-482

\*\* Only if Commission Approved

## STATEMENT OF RETAINED EARNINGS

## For Year Ended 10/31/02

1	Retained Earnings Balance @ Beginning of Year	-669277
2	Amount Added from Current Year Income (From Pg 4, Line 32)	-11600
3	Other Credits to Account	
4	Dividends Paid or Appropriated	
5	Other Distributions of Retained Earnings	
6	Retained Earnings Balance @ End of Year	-680877

#### CAPITAL STOCK DETAIL

	No. Shares No. Shares [	Dividends
Description (Class, Par Value etc.)	Authorized Outstanding	Paid
Common Stock	5000 4950	
		Description (Class, Par Value etc.)  Authorized  Outstanding    Common Stock  5000  4950

#### DETAIL OF LONG-TERM DEBT

		Interest	Year-end	Interest	Interest
8	Description	Rate	Balance	Paid	Accrued
		· · · · · · · · · · · · · · · · · · ·			
	· · · · · · · · · · · · · · · · · · ·				
					· · · · · · · · · · · · · · · · · · ·

Name:

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### SYSTEM ENGINEERING DATA

For Year Ended 10/31/02

1 Provide an updated system map if significant changes have been made to the system during the year.

Water Supply: Type of Water Treatment: Supply Rated (None, Chlorine Annual Source Capacity Fluoride Production (Well, Spring, Pump Designation or location (gpm) Filter etc.) (000's Gal.) Surface Wtr) Well Site 500 Chlorine 20000 well

#### 3 System Storage:

Storage Designation or Location	Total Capacity 000's Gal.	Usable Capacity 000's Gal.	Type of Reservoir (Elevated,Pres- urized, Boosted)	
Well Site	200	370	Boosted	Concrete

(Duplicate form and attach if necessary. Asterisk facilities added this year.)

#### SYSTEM ENGINEERING DATA

(continued)

For Year Ended 10/31/02

4 Pump information for ALL system pumps, including wells and boosters.

	Designation or Location & Type of Pump**	Horse Power	Rated Capacity (gpm)	Discharge Pressure (psi)	Energy Used This Year		
	Well Site - Submersible	100	500	600			
	Well Site - Booster (2)	10		0-45			
	Well site - Booster (3)	25		25-45			
			<u> </u>				
	** Submit pump curves unless previously provided or unavailable. Asterisk facilities added this year. Attach additional sheets if inadequate space is available on this page.						
5	If Wells are metered: What was the total amount pumped this year?						
	What was the total amount pumped du						
	What was the total amount pumped on		<u> </u>				
6	If customers are metered, what was the total amount sold in peak month?						
7	Was your system designed to supply fire flows?		No				
	If Yes: What is current system rating?						
8	How many times were meters read this year?				2		
-	During which months? July & September						
9	How many additional customers could be serve except a service line and meter?		147				
	How many of those potential additions		147				
40							
10	Are backbone plant additions anticipated during the coming year? If Yes, attach an explanation of projects and anticipated costs!				No.		
11							

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#### SYSTEM ENGINEERING DATA

(continued)

For Year Ended 10/31/02

#### FEET OF MAINS

1 Pipe Size	In Use Beginning Of Year	Installed During Year	Abandoned During Year	In Use End of Year
10	603'			603'
8	22791'			22791'
6	58564'			58564'
4	36944'			36944'
3	4401'			4401'
2	2400'			2400'

#### **CUSTOMER STATISTICS**

		Number of Customers		Thousands of Gallons Sold	
		This	Last	This	Last
		Year	Year	Year	Year
2	Metered:				
2A	Residential	250	237		
2B	Commercial				
2C	Industrial				
3	Flat Rate:				
3A	Residential				
3B	Commercial	=			
3C	Industrial				
4	Private Fire Protection				
4					
5	Public Fire Protection				
6	Street Sprinkling				
7	Municipal, Other				
•					
8	Other Water Utilities				
					· · · · · · · · · · · · · · · · · · ·
	TOTALS (Add lines 2 through 8)	250	237		

# CERTIFICATE

State of Washington ) ss County of Spokane

WE, the undersigned R. .A. HANSON

and \_\_\_\_ ROXANN MIDDLETON

of the\_ SPIRIT LAKE EAST WATER COMPANY

utility, on our oath do severally say that the foregoing report has been prepared under our direction, from the original books, papers and records of said utility; that we have carefully examined same, and declare the same to be a correct statement of the business and affairs of said utility for the period covered by the report in respect to each and every matter and thing therin set forth, to the best of our knowledge, information and belief.

R.a. Hanson

(Chief Officer)

(Officer in Charge of Accounts)

Subscribed and Sworn to Before Me

this <u>14</u> day of <u>Apri</u>), <u>2003</u> <u>Raura J. Myers</u> NOTARY PUBLIC My Commission Expires <u>05/01/05</u>

