

MICHIGAN PUBLIC SERVICE COMMISSION

**ANNUAL REPORT OF NATURAL GAS UTILITIES (MAJOR AND NONMAJOR)  
WITH ANNUAL SALES OF LESS THAN 200,000 MCF**

This form is authorized by 1919 PA 419, as amended, being MCL 460.55 et seq. and 1969 PA 306, as amended, being MCL 24.201 et seq. Filing of this form is mandatory. Failure to complete and submit this form will place you in violation of state law.

<b>Report submitted for year ending:</b> December 31, 2016
<b>Present name of respondent:</b> SUPERIOR ENERGY COMPANY
<b>Address of principal place of business:</b> 11690 CHIPPEWA HWY
<b>Utility representative to whom inquires regarding this report may be directed:</b>  <b>Name:</b> EDWARD HARE <b>Title:</b> CONTROLLER  <b>Address:</b> 2674 S HURON ROAD  <b>City:</b> KAWKAWLIN <b>State:</b> MI <b>Zip:</b> 48631  <b>Direct Telephone, Include Area Code:</b> 989-439-7124
<b>If the utility name has been changed during the past year:</b>  <b>Prior Name:</b>  <b>Date of Change:</b>
<b>Two copies of the published annual report to stockholders:</b>  <input type="checkbox"/> ]                      were forwarded to the Commission <input checked="" type="checkbox"/> X                      ]                      will be forwarded to the Commission  <u>on or about</u> June 30, 2017
<b>Annual reports to stockholders:</b>  <input type="checkbox"/> ]                      are published <input checked="" type="checkbox"/> X                      ]                      are not published

**FOR ASSISTANCE IN COMPLETION OF THIS FORM:**

Contact the Michigan Public Service Commission (Heather Cantin) at (517) 284-8266 or cantinh@michigan.gov OR forward correspondence to:

Michigan Public Service Commission  
Financial Analysis & Audit Division (Heather Cantin)  
7109 W. Saginaw Hwy  
PO Box 30221  
Lansing, MI 48909

**NONMAJOR GAS UTILITIES WITH ANNUAL  
SALES OF LESS THAN 200,000 MCF**

ANNUAL REPORT OF:

**SUPERIOR ENERGY COMPANY**

(Name of Company)

TO THE

**MICHIGAN PUBLIC SERVICE COMMISSION**

For the Calendar Year:

**2016**

(Read Instructions on Last Page Carefully Before Filling Out Report)

Name of Company: SUPERIOR ENERGY COMPANY, LLC

Post Office Address: 11690 CHIPPEWA HWY, BEAR LAKE, MI 49614

Organization: LLC  
(Corporation, Partnership or Individual)

Date of Organization: January 5, 1998 Under the laws of what state? Michigan

Printed name of person who prepared this report: EDWARD HARE

Signature of person who prepared this report: 

If incorporated, give the titles, names and addresses of all company officials at close of year:

<u>Name</u>	<u>Title</u>	<u>Address</u>
ROBERT ROESE	MANAGING MEMBER	604 SHIRMOR, MIDLAND, MI 48640
RICHARD ROESE	MEMBER	3328 CATALINA, BAY CITY, MI 48706

If not incorporated, state the name and address of owner or owners and the extent of their respective interests:

<u>Name</u>	<u>Address</u>
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Name of any stockholders owning or controlling 10% or more of the stock, and number of votes to which each said stockholder is entitled:

<u>Name</u>	<u>Address</u>	<u>Number of Votes</u>
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Name of Respondent SUPERIOR ENERGY COMPANY	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 4/12/2017	Year of Report 12/31/16
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**PROPERTIES USED IN OPERATION**

Line No.	Description and Location, Including County and City or Township (a)	Date Purchased (b)	Date Placed In Service (c)	Original Cost (d)
1	11428 WOUSKI AVE, KALEVA, MI 49645			
2	MAPLE GROVE TOWNSHIP, MANISTEE COUNTY	11/18/98	11/18/98	\$15,000
3				
4	11690 CHIPPEWA HWY, BEAR LAKE, MI 49614	11/14/15	11/14/15	\$132,779
5	BEAR LAKE TOWNSHIP, MANISTEE COUNTY			
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26	<b>TOTAL</b>			

Notes to Financial Statements

Name of Respondent		This Report Is:	Date of Report	Year of Report
SUPERIOR ENERGY COMPANY		(1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	(Mo, Da, Yr) 4/12/2017	12/31/16
<b>BALANCE SHEET</b>				
Line	Title of Account (a)	Balance at Beginning of Year (b)	Balance at End of Year (c)	
1	<b>INVESTMENTS</b>		2	
2	Total Utility Plant in Service	2,708,954	2,738,922	
3	Construction Work in Progress	0	0	
4	Total Utility Plant (2 + 3)	2,708,954	2,738,922	
5	Accumulated Provision for Depreciation	1,031,378	1,145,618	
6	Net Utility Plant (4 - 5)	1,677,576	1,593,304	
7	Other Property	172,205	172,205	
8	Other Investments (please describe here)	280,409	377,697	
9	Total Property and Investments (6 thru 8)	2,130,190	2,143,207	
10	<b>CURRENT ASSETS</b>			
11	Cash	83,435	45,631	
12	Notes Receivable - Net	0	0	
13	Accounts Receivable - Net	333,706	378,673	
14	Material and Supplies	0	0	
15	Prepayments	14,333	22,319	
16	Other Current and Accrued Assets	58,000	36,740	
17	Total Current and Accrued Assets (10 thru 15)	489,474	483,364	
18	Deferred Debits			
19	Total Assets (9 + 17 + 18)	2,619,664	2,626,570	
20	<b>LIABILITIES &amp; STOCKHOLDERS EQUITY</b>			
21	<b>STOCKHOLDER EQUITY</b>			
22	Capital Stock	2,079,041	2,228,943	
23	Retained Earnings	149,903	74,363	
24	Total Stockholders Equity (22 + 23)	2,228,944	2,303,307	
25	Long -Term Debt	331,879	323,263	
26	<b>CURRENT AND ACCRUED LIABILITIES</b>			
27	Notes Payable	0	0	
28	Accounts Payable	18,583	132,019	
29	Customer Deposits	25,916	15,542	
30	Other Current and Accrued Liabilities	14,342	18,661	
31	Total Current and Accrued Liabilities (27 thru 30)	58,841	166,222	
32	Deferred Credits	0	0	
33	Total Liabilities and Equity (24+25+31+32)	2,619,664	2,792,792	

Name of Respondent		This Report Is:	Date of Report	Year of Report
SUPERIOR ENERGY COMPANY		(1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	(Mo, Da, Yr) 4/12/2017	12/31/16
STATEMENT OF INCOME				
Line	Title of Account (a)	Balance at Beginning of Year (b)	Balance at End of Year (c)	
1	Operating Revenues	2,777,327	2,531,397	
2	Natural Gas Production Expense	0	0	
3	Cost of Purchased Gas	1,445,819	1,071,893	
4	Transmission Expense			
5	Distribution Expense Operation			
6	Distribution Expense - Maintenance			
7	Administrative & General Expense	1,036,899	1,232,571	
8	Other Expenses	0		
9	Total Operation & Maintenance Expense (2 thru 8)	2,482,718	2,304,464	
10	Depreciation & Amortization Expense	110,261	114,240	
11	Tax Expense	34,190	34,991	
12	Interest Expense	2,919	4,223	
13	Other Deductions	535		
14	Total Cost of Gas Service (9 thru 13)	2,630,623	2,457,918	
15	Income From Operations (1 - 14)	146,704	73,479	
16	Miscellaneous Non-Operating Income	3,202	884	
17	Miscellaneous Non-Operating Deductions		0	
18	Total Non-Operating Income (Loss)	3,202	884	
19	<b>NET INCOME (15 + 18)</b>	149,906	74,363	

Name of Respondent SUPERIOR ENERGY COMPANY	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 4/12/2017	Year of Report December 31, 2016
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**SALES DATA BY RATE SCHEDULE FOR THE YEAR**

- 1 Report below the distribution of customers, sales and revenue for the year by individual rate schedules.
- 2 Column (a): List all rate schedules by identification number or symbol. Where the same rates schedule designation applies to different rates in different zones, cities or districts, list separately data for each such area.
- 3 Column (b): Give the type of service to which rate schedule is applicable (ex. Commercial heating, space heating, etc)
- 4 Column (c): Indicate the class or classes of customers served under each rate schedule.
- 5 Column (d): Give the average number of customers billed under each rate schedule during the year.
- 6 Columns (e) and (f): For each rate schedule listed, enter the total number of Mcf sold to, and revenues received from customers billed under that rate schedule.
- 7 If a rate schedule was not in effect during the entire year, indicate in a foot note the period in which it was in effect.

Line No.	Rate Schedule Designation (a)	Type of Service to Type of Service to (b)	Class of Service (c)	Ave Number of Customers per Month (d)	Mcf Sold (e)	Revenue (f)
1						
2		RESIDENTIAL		2,191	145,537	\$1,479,268
3		COMMERCIAL		147	23,210	\$233,764
4		GOVERNMENT		30	6,169	\$62,211
5		CHURCHES		37	7,336	\$74,753
6		INDUSTRIAL		0	0	\$0
7		SCHOOLS		6	11,241	\$163,516
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Notes to Financial Statements

Name of Respondent SUPERIOR ENERGY COMPANY	This Report Is: (1) <input checked="" type="checkbox"/> An Original (2) <input type="checkbox"/> A Resubmission	Date of Report (Mo, Da, Yr) 04/12/17	Year of Report 12/31/16
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**OFF-SYSTEM SALES OF NATURAL GAS**

Report the details concerning off-system sales. Off-system sales include all sales other than MPSC approved rate schedule sales.

Line No.	Name (a)	Point of Delievery (City/Town, State) (b)	Account (c)	Mcf of Gas Sold (apprx BTU per CubicFt) (d)	Revenue For Year (e)	Average Revenue Per Mcf (f)	Peak Day Delivery to Cusotomers		
							Date (g)	Mcf	
								Noncoincidental (h)	Coincidental (i)
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**REVENUE FROM TRANSPORTATION OF GAS OF OTHERS - NATURAL GAS (Account 489)**

- 1 Report below the details of revenue from transportation or compression (by respondent) of natural gas for others. Subdivide revenue between transportation or compression for Interstate pipeline companies and others.
- 2 Natural gas means either natural gas unmixed, or any mixture of natural and manufactured gas. Designate with an asterisk if gas transported or compressed is other than natural gas.
- 3 In column (a), include the names of companies from which revenues were derived, points of receipt and delivery, and names of companies from which gas was received and to which delivered. Also specify the Commission order or regulation authorizing such transaction.
- 4 Designate points of receipt and delivery so that they can be identified on map of the respondent's pipeline system.
- 5 Enter Mcf at 14.73 psi at 60 degrees Fahrenheit.
- 6 Minor Items (less than 1,000,000 Mcf) may be grouped.

Line No.	Name of Company and Description of Service Performed (a)	Distance Transported (in miles) (b)	Mcf of Gas Received (c)	Mcf of Gas Delivered (d)	Revenue (e)	Ave Revenue per Mcf of Gas Delivered (in cents) (f)	FERC Tariff Rate Schedule Designation (g)
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25	TOTAL						



GENERAL INSTRUCTIONS

- 1 This form for Annual Report should be filled out and copied in duplicate with one copy returned to the office of the Michigan Public Service Commission by April 30, following the year for which made. The remaining copy should be retained by the Utility Company in its permanent files in case correspondence with regard to this report becomes necessary.
- 2 Additional statements inserted for the purpose of further explanation of accounts or schedules should be made on durable paper the same size as this report and securely attached.
- 3 There should always appear some notation to indicate that the questions asked have not been overlooked. The word "None" may be used against any particular item or items where that word expresses the fact.
- 4 The Oath on this page must be administered by a Notary Public or other officer authorize to administer oaths.

OATH

State of Michigan  
} ss.

County of Midland, acting in Bay

I, the undersigned, on oath do say that I am AN OFFICER  
(State official position as owner or officer)

of the Utility Company for whom the foregoing annual report was prepared; that the same was prepared by myself or under my direction; that I have full and complete knowledge of the affairs of the said Natural Gas Purchaser and/or Carrier that I have examined the foregoing annual report and declare the same to be a correct and complete statement of the business and affairs of said Utility Company in respect to each and every matter and thing therein set forth, to the best of my knowledge, information and belief.

Richard Boese  
(Signature of person executing this report)

2674 S. Huron Road, Kawkawlin, MI 48631  
(Address of person executing this report)

SUBSCRIBED AND SWORN BEFORE ME  
at 2674 S. Huron Kawkawlin  
this April 13, 2017

Richard Boese  
(Signature of person executing this report)

**Robert A. Woods**  
**Notary Public, Midland County, MI**  
**Acting in Bay County**  
My Commission Expires Dec. 24, 2019

Member  
(Official Title)