

**CASCADE NATURAL GAS CORPORATION**  
**CONSOLIDATING BALANCE SHEET**  
**DECEMBER 31, 2019**

<u>ASSETS</u>	<u>TOTAL CNGC</u>
<b><u>PLANT</u></b>	
Utility plant including CWIP .....	1,179,322,173.84
Less accumulated depreciation .....	(362,895,366.04)
	<u>816,426,807.80</u>
Nonutility plant including CWIP .....	197,964.51
Less accumulated depreciation .....	0.00
	<u>197,964.51</u>
	<b><u>816,624,772.31</u></b>
<b><u>INVESTMENTS AND OTHER ASSETS</u></b>	
Investment in subsidiary companies .....	0.00
Miscellaneous assets .....	11,991,541.85
	<u>11,991,541.85</u>
<b><u>CURRENT ASSETS</u></b>	
Cash .....	6,896,976.62
Cash in hands of trustee .....	0.00
Temporary cash investments .....	0.00
Special deposits .....	0.00
Net Accounts Receivable Intercompany.....	140,108.28
Net Accounts Receivable Other.....	23,044,947.87
Accrued unbilled revenue .....	32,004,471.15
Gas in underground storage - current.....	1,844,137.53
Pipeline Imbalance.....	893,658.77
Service and Repair Supplies .....	0.00
Material and supplies .....	0.00
Fuel stores .....	0.00
Reserve for inventory shrinkage .....	0.00
	<u>2,737,796.30</u>
Prepayments and other current assets .....	12,666,575.80
Current prepaid income taxes.....	3,540,725.56
Current deferred income taxes .....	0.00
Commodity derivative instruments.....	138,098.00
Natural gas costs recoverable through rate adjustments .....	42,823,149.82
	<u>123,992,849.40</u>
<b><u>DEFERRED CHARGES AND OTHER ASSETS</u></b>	
Unamortized debt expense and loss on reacquired debt .....	1,052,899.47
Intangibles .....	0.00
Goodwill.....	0.00
Operating Lease Right of Use Asset.....	220,703.66
Other .....	131,454,587.49
	<u>132,728,190.62</u>
	<b><u>\$1,085,337,354.18</u></b>

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**CONSOLIDATING BALANCE SHEET**  
**DECEMBER 31, 2019**

	<u>TOTAL</u> <u>CNGC</u>
<b><u>CAPITALIZATION AND LIABILITIES</u></b>	
<b><u>CAPITALIZATION</u></b>	
<b>Common stock/member's equity and surplus -</b>	
Common stock /member's equity - \$1.00 par value/100% owned... ..	1,000.00
Other paid-in-capital .....	266,117,553.21
Treasury Stock .....	0.00
Other comprehensive income .....	2,075,442.35
Retained earnings .....	40,331,709.53
	<u>308,525,705.09</u>
 <b>Long-term debt</b>	
Cascade debt 12 issues... ..	337,040,727.66
<b>Long-term debt - (See accompanying statement) ....</b>	<u>337,040,727.66</u>
 <b><u>CURRENT AND ACCRUED LIABILITIES</u></b>	
Notes payable and commercial paper .....	0.00
Long-term debt due within one year... ..	15,000,000.00
Accounts payable Intercompany.....	2,644,765.54
Accounts payable Other.....	44,250,342.98
Other accrued taxes .....	8,825,425.23
Current income taxes payable... ..	0.00
Current deferred income taxes ... ..	0.00
Commodity derivative instruments... ..	0.00
Dividends Declared .....	2,480,000.00
Natural gas costs recoverable through rate adjustments .....	0.00
Consumer deposits .....	783,319.23
Operating Lease Liability... ..	70,339.81
Accrued Compensation .....	3,622,985.28
Miscellaneous current liabilities .....	24,208,481.38
	<u>101,885,659.45</u>
 <b><u>DEFERRED CREDITS</u></b>	
Customer advances for construction .....	4,195,587.31
Accumulated deferred investment tax credit .....	201,910.04
Accumulated deferred income taxes .....	87,185,321.89
Operating Lease Liability... ..	150,363.85
Asset Retirement Obligation .....	74,293,816.88
Other .....	171,858,262.01
	<u>337,885,261.98</u>
	<u><u>\$1,085,337,354.18</u></u>

**CASCADE NATURAL GAS CORP**  
**CONSOLIDATING STATEMENT OF RETAINED EARNINGS**  
**DECEMBER 31, 2019**

	<u>TOTAL CNGC</u>
Retained Earnings at Janember 31, 2018 ... ..	34,416,893.78
YTD Net income from income statement ... ..	16,328,046.75
Adjustments to Retained Earnings:	
Dividend Equivalents .....	(13,231.00)
Dividend appropriation of surplus:	
Common Stock .....	<u>(10,400,000.00)</u>
Retained Earnings at DECEMBER 31, 2019 ... ..	<u><u>40,331,709.53</u></u>

**CASCADE NATURAL GAS CORP**  
**CONSOLIDATING STATEMENT OF LONG-TERM DEBT**  
**DECEMBER 31, 2019**

	TOTAL CNGC
Unsecured Long-Term Debt:	
7.10% Medium-Term Notes, due March 16, 2029.....	15,000,000.00
7.48% Medium-Term Notes, due September 15, 2027.....	20,000,000.00
Insured Qtrly 5.25% Notes, due February 1, 2035.....	24,214,000.00
5.21% Medium-Term Notes, due September 1, 2020.....	-
5.79% Medium-Term Notes, due March 8, 2037.....	40,000,000.00
4.11% Senior Note, due August 23, 2025 .....	25,000,000.00
4.36% Senior Note, due August 23, 2028 .....	25,000,000.00
4.09% Senior Notes, due November 24, 2044 .....	12,500,000.00
4.24% Senior Notes, due November 24, 2054 .....	12,500,000.00
4.09% Senior Notes, due January 15, 2045 .....	12,500,000.00
4.24% Senior Notes, due January 15, 2055 .....	12,500,000.00
3.62% Senior Notes, due June 13, 2029 .....	25,000,000.00
3.82% Senior Notes, due June 13, 2034 .....	20,000,000.00
4.26% Senior Notes, due June 13, 2049 .....	30,000,000.00
	<u>274,214,000.00</u>
Committed Line of Credit.....	64,600,000.00
Long-Term portion of Commercial Paper.....	-
Less Debt Issuance Costs.....	(1,773,272.34)
	<u>62,826,727.66</u>
<b>Total Long-Term Debt.....</b>	<b><u>337,040,727.66</u></b>
5.21% Medium-Term Notes, due September 1, 2020.....	15,000,000.00
<b>Long-Term Debt due within one year.....</b>	<b><u>15,000,000.00</u></b>

CASCADE NATURAL GAS CORPORATION  
YEAR-TO-DATE INCOME STATEMENT  
BY SEGMENT (FERC BASIS)  
FOR THE PERIOD ENDED DECEMBER 31, 2019

09-Mar-20  
10:51 AM

DESCRIPTION	CASCADE NATURAL GAS WASHINGTON	CASCADE NATURAL GAS OREGON	TOTAL COMPANY
<b>OPERATING REVENUES:</b>			
RETAIL SALES	215,921,173.90	62,583,730.68	278,504,904.58
NET UNBILLED REVENUE	5,560,426.06	84,995.37	5,645,421.43
TRANSPORTATION	24,094,627.94	4,432,276.33	28,526,904.27
OTHER	747,072.53	237,738.13	984,810.66
SERVICE PLUS O&M EXPENSE	0.00	0.00	0.00
SERVICE PLUS TOI	0.00	0.00	0.00
PROVISION FOR RATE REFUNDS	1,001,689.00	(268,153.46)	733,535.54
<b>TOTAL OPERATING REVENUES</b>	<b>247,324,989.43</b>	<b>67,070,587.05</b>	<b>314,395,576.48</b>
<b>OPERATING EXPENSES:</b>			
PURCHASED GAS SOLD	125,165,839.18	31,489,132.52	156,654,971.70
OPERATION EXPENSES	46,086,900.99	13,700,075.30	59,786,976.29
MAINTENANCE EXPENSES	6,768,648.84	1,534,084.84	8,302,733.68
PROVISION FOR DEPRECIATION	24,915,117.61	7,772,989.64	32,688,107.25
REGULATORY DEBITS	0.00	0.00	0.00
TAXES (OTHER THAN INCOME)	24,808,297.45	5,734,174.62	30,542,472.07
<b>TOTAL OPERATING EXPENSES</b>	<b>227,744,804.07</b>	<b>60,230,456.92</b>	<b>287,975,260.99</b>
<b>UTILITY OPERATING INCOME</b>	<b>19,580,185.36</b>	<b>6,840,130.13</b>	<b>26,420,315.49</b>
<b>OTHER INCOME &amp; (DEDUCTIONS):</b>			
NONREGULATED OPERATIONS - NET	6,144.23	2,029.57	8,173.80
INTEREST INCOME	4,670,445.56	343,436.09	5,013,881.65
MISCELLANEOUS - NET	180,486.49	47,859.03	228,345.52
AFUDC EQUITY	(88.06)	(16.91)	(104.97)
<b>TOTAL OTHER INCOME &amp; (DEDUCTIONS)</b>	<b>4,856,988.22</b>	<b>393,307.78</b>	<b>5,250,296.00</b>
<b>INTEREST EXPENSE:</b>			
INTEREST ON LONG-TERM DEBT	10,728,252.16	3,473,829.07	14,202,081.23
AMORT OF DEBT DISC, EXP & PREM	194,852.49	63,093.64	257,946.13
OTHER INTEREST	960,282.76	402,511.87	1,362,794.63
AFUDC BORROWED	(607,015.45)	(42,279.07)	(649,294.52)
<b>TOTAL INTEREST EXPENSE</b>	<b>11,276,371.96</b>	<b>3,897,155.51</b>	<b>15,173,527.47</b>
<b>INCOME TAXES:</b>			
UTILITY INCOME TAXES	(1,192,458.42)	201,684.34	(990,774.08)
NONREGULATED INCOME TAXES	1,102,737.17	99,093.14	1,201,830.31
INVESTMENT TAX CREDIT	(31,741.09)	(10,277.87)	(42,018.96)
<b>TOTAL INCOME TAXES</b>	<b>(121,462.34)</b>	<b>290,499.61</b>	<b>169,037.27</b>
<b>NET INCOME</b>	<b>13,282,263.96</b>	<b>3,045,782.79</b>	<b>16,328,046.75</b>
<b>EARNINGS ON COMMON STOCK</b>	<b>13,282,263.96</b>	<b>3,045,782.79</b>	<b>16,328,046.75</b>