

**Exhibit No. \_\_ (MPP-2)**  
**Docket No. UG-17\_\_\_\_**  
**Witness: Michael P. Parvinen**

WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION,  
Complainant,

v.

CASCADE NATURAL GAS  
CORPORATION,

Respondent.

DOCKET UG-17\_\_\_\_

**CASCADE NATURAL GAS CORPORATION**

**EXHIBIT OF MICHAEL P. PARVINEN**

**RESULTS OF OPERATION SUMMARY SHEET**

**31-Jul-17**

**Cascade Natural Gas**  
**Results of Operation Summary Sheet**  
**Twelve Months Ended December 31, 2016**

<b>SUMMARY SHEET</b>	12/31/2016 Results Per Company Filing	Summary of Adjustments	Test Year Adjusted Total	Requested Revenue Increase	Adjusted Results After Proposed Revenues
	(1)	(2)	(3)	(4)	(5)
<b>Operating Revenues</b>					
1 Natural Gas Sales	182,902,833	10,375,437	193,278,270	5,946,684	199,224,955
2 Gas Transportation Revenue	21,216,454	1,787,452	23,003,907		23,003,907
3 Other Operating Revenues	1,011,375	(101,645)	909,730		909,730
4 <b>REVENUES</b>	<b>205,130,662</b>	<b>12,061,245</b>	<b>217,191,907</b>	<b>5,946,684</b>	<b>223,138,591</b>
<b>Operating Expenses</b>					
5 Nat. Gas/Production Costs	103,593,865	4,018,538	107,612,403		107,612,403
6 Revenue Taxes	16,946,341	488,722	17,435,062	240,960	17,676,022
8 Production	518,989	16,166	535,155		535,155
9 Distribution	16,326,277	1,943,873	18,270,151		18,270,151
10 Customer Accounts	6,383,108	132,813	6,515,922	22,556	6,538,478
11 Customer Service	824,096	(533,333)	290,762		290,762
12 Sales	4,917	(4,917)	0		0
13 Administrative and General	16,459,958	782,062	17,242,020		17,242,020
14 Depreciation & Amortization	19,218,442	488,864	19,707,306		19,707,306
15 Regulatory Debits		0	0		0
16 Taxes Other Than Income	4,095,634	307,177	4,402,811		4,402,811
17 State & Federal Income Taxes	4,154,374	1,816,950	5,971,324	1,989,109	7,960,433
18 <b>Total Operating Expenses</b>	<b>188,526,000</b>	<b>9,456,915</b>	<b>197,982,915</b>	<b>2,252,625</b>	<b>200,235,540</b>
19 <b>Net Operating Revenues</b>	<b>16,604,662</b>	<b>2,604,329</b>	<b>19,208,991</b>	<b>3,694,060</b>	<b>22,903,051</b>
<b>Rate Base</b>					
20 Total Plant in Service	677,314,165	21,095,998	698,410,163		698,410,163
21 Total Accumulated Depreciation	(344,952,444)	(244,432)	(345,196,876)		(345,196,876)
22 Customer Adv. For Construction	(3,771,590)	0	(3,771,590)		(3,771,590)
23 Deferred Accumulated Income Taxes	(73,667,038)	(52,891)	(73,719,929)		(73,719,929)
24 Working Capital Allowance	25,713,493	0	25,713,493		25,713,493
25 <b>TOTAL RATE BASE</b>	<b>280,636,586</b>	<b>20,798,674</b>	<b>301,435,260</b>	<b>0</b>	<b>301,435,260</b>
26 <b>Rate of Return</b>	5.92%		6.37%		7.60%