

Exhibit No. __ (MPP-4)
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

CONVERSION FACTOR CALCULATION

31-Jul-17

Cascade Natural Gas Conversion Factor Calculation Twelve Months Ended December 31, 2016		
REVENUE SENSITIVE COSTS		
Revenues		1.00000
Operating Revenue Deductions		
Uncollectible Accounts		0.00379
State B&O Tax		0.03852
UTC Fees		0.00200
Interest expense		
State Taxable Income		0.95569
State Income Tax		0.00000
Federal Taxable Income		0.95569
Federal Income Tax @ 35%		0.33449
Total Income Taxes		0.33449
Total Revenue Sensitive Costs		0.37880
Net-to-Gross Factor		0.62120
Combo-State & Federal Income Tax		
State		0.00000
Federal		0.35000
State and Federal Effective Tax Rate		0.35

0.04431