

Exhibit No. __ (MPP-11)
Summary of Proposed Adjustments to Test Year Results
Witness: Michael P. Parvinen

WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,
Complainant,

v.

CASCADE NATURAL GAS
CORPORATION,

Respondent.

DOCKET UG-170929

CASCADE NATURAL GAS CORPORATION

EXHIBIT OF MICHAEL P. PARVINEN

SUMMARY OF PROPOSED ADJUSTMENTS TO TEST YEAR RESULTS

3/23/2018

Cascade Natural Gas
Proposed Adjustments to Test Year Results
Twelve Months Ended December 31, 2016

	Weather Normalization Adjustment R-1	Promotional Advertising Adjustment R-2	Restate Revenue Adjustment R-3	Low-Income Bill Assistance R-4	Remove SISP/SERP R-5	Remove Employee Arbitration R-6	Restate Wages R-7	Market Data Subscription Fees R-8	Foros True Boutique Expense R-9	Executive Incentives R-10	Interest Coordination Adjustment P-1	Pro Forma Wage Adjustment P-2	Pro Forma Plant Additions P-3	Rate Case Costs P-4	Pro Forma Compliance Department P-5	MAOP Deferral Amortization P-6	Miscellaneous Charge Changes P-7	CRM Adjustment P-8	Pro Forma Revenue P-9	2017 Actual EDIT Turn Around & Amort P-10 <small>From Bench Request 1</small>	Total Adjustments
Operating Revenues																					
Natural Gas Sales	\$15,472,032		\$ (8,383,168.38)											\$0			\$0		\$3,286,574		10,375,437
Gas Transportation Revenue			(346,009)									199,944	0	0			0		1,933,517		1,787,452
Other Operating Revenues														0			(101,645)		0		(101,645)
REVENUE	\$15,472,032	\$0	(\$8,729,177)		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$199,944	\$0			(\$101,645)		\$5,220,091	\$0	\$12,061,245
	\$5,420,396																				
Operating Expenses																					
Nat. Gas/Production Costs	10,051,636		(6,033,098)										8,102						211,518		\$4,018,538
Revenue Taxes	626,927		(353,706)																		\$488,722
Production							0	(53,000)				16,800									(\$36,200)
Distribution							67,687					741,261			130,503	603,869					\$1,543,321
Customer Accounts	\$58,686		(\$33,110)				3,804					86,939	\$758					\$0	\$19,800		\$136,491
Customer Service				(533,333)																	(\$533,333)
Sales		(4,917)																			(\$4,917)
Administrative and General		(49,800)			(127,508)	(210,756)	63		(52,680)	(818,796)		558,230		131,397	58,727						(\$511,123)
Depreciation & Amortization													472,869					78,011			\$550,880
Regulatory Debits																					\$0
Taxes Other Than Income							5,474					79,080	205,713		9,984						\$300,250
State & Federal Income Taxes	994,304	11,491	(484,945)	112,000	26,777	44,259	(16,176)	11,130	11,063	171,947	106,534	(311,285)	(102,375)	(27,593)	(41,835)	(126,813)	(20,400)	(16,382)	1,047,642	(1,922,476)	(\$533,132)
Total Operating Expenses	11,731,553	(43,226)	(6,904,859)	(421,333)	(100,731)	(166,497)	60,852	(41,870)	(41,617)	(646,849)	106,534	1,171,025	585,068	103,804	157,379	477,057	(24,904)	61,629	1,278,960	(1,922,476)	\$5,419,496
Net Operating Revenues	\$3,740,479	\$43,226	(\$1,824,318)	\$421,333	\$100,731	\$166,497	(\$60,852)	\$41,870	\$41,617	\$646,849	(\$106,534)	(\$1,171,025)	(\$385,124)	(\$103,804)	(\$157,379)	(\$477,057)	(\$76,741)	(\$61,629)	\$3,941,131	\$1,922,476	\$6,641,748
Rate Base																					
Total Plant in Service												17,609,896						3,023,678			\$20,633,574
Total Accumulated Depreciation												(236,434)						(39,005)			(\$275,440)
Customer Adv. For Construction																					\$0
Deferred Accumulated Income Taxes													(32,813)					(6,191)			(\$39,004)
Working Capital Allowance																					\$0
TOTAL RATE BASE	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$17,340,649	\$0	\$0	\$0	\$0	\$0	\$2,978,481	\$0	\$0	\$20,319,130
Revenue Requirement Effect	(\$4,954,324)	(\$57,253)	\$2,416,338	(\$558,063)	(\$133,420)	(\$220,528)	\$80,599	(\$55,457)	(\$55,123)	(\$856,762)	\$141,106	\$1,551,041	\$2,255,209	\$137,490	\$208,451	\$631,870	\$101,645	\$381,373	(\$5,220,091)	(\$2,546,351)	(\$6,752,252)