

WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,
Complainant,

v.

CASCADE NATURAL GAS
CORPORATION,

Respondent.

CASCADE NATURAL GAS CORPORATION

EXHIBIT OF MARYALICE C. PETERS

REVENUE REQUIREMENT CALCULATION

6/19/2020

**Cascade Natural Gas
Revenue Requirement Calculation
12 Months ended December 31, 2019**

1 Adjusted Rate Base	\$460,643,303
2 Rate of Return	<u>7.54%</u>
3 Required Return (ln 1 x ln 2)	\$34,750,931
4 Adjusted Net Income	<u>\$24,311,520</u>
5 Required Net Income Increase (ln 3 - ln 4)	\$10,439,411
6 Conversion Factor	<u>0.75481</u>
7 Revenue Increase Required (ln 5 / ln 6)	<u>\$13,830,451</u>
8 Test Year Adjusted Revenue	\$261,801,509
9 Overall Revenue Increase	5.283%