

Supplemental Summary of Proposed Adjustments to Test Year Results

Witness: Maryalice C. Peters

WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,
Complainant,

v.

CASCADE NATURAL GAS
CORPORATION,

Respondent.

CASCADE NATURAL GAS CORPORATION

EXHIBIT OF MARYALICE C. PETERS

SUPPLEMENTAL SUMMARY OF PROPOSED ADJUSTMENTS TO TEST YEAR RESULTS

7/24/20

**Cascade Natural Gas
Proposed Adjustments to Test Year Results
Twelve Months Ended December 31, 2019**

	Annualize CRM Adjustment R-1	Promotional Advertising Adjustment R-2	Restate Revenue Adjustment R-3	Restate End of Period (EOP) Adj. R-4	Restate Wages R-5	Executive Incentives R-6	Interest Coordination Adjustment P-1	Pro Forma Wage Adjustment P-2	Pro Forma Plant Additions P-3	MAOP Deferral Amortization P-4	Total Adjustments
Operating Revenues											
Natural Gas Sales	(2,904,184)		14,922,776	923,295					1,281,027		14,222,913
Gas Transportation Revenue									0		0
Other Operating Revenues											0
REVENUE	(\$2,904,184)	\$0	\$14,922,776	\$923,295	\$0	\$0	\$0	\$0	\$1,281,027		\$14,222,913
Operating Expenses											
Nat. Gas/Production Costs											\$0
Revenue Taxes	(117,678)		604,671	37,412					51,907		\$576,312
Production					0			13,283			\$13,283
Distribution					77,165			904,453		925,750	\$1,907,368
Customer Accounts	(11,674.48)		\$59,988	\$3,712	3,359			231,211	\$5,150		\$291,745
Customer Service								57,097			\$57,097
Sales		(1,977)									(\$1,977)
Administrative and General		(25,714)			39	(1,230,735)		705,685			(\$550,725)
Depreciation & Amortization				2,932,910					2,695,059		\$5,627,968
Regulatory Debits											\$0
Taxes Other Than Income					6,163			108,841	765,625		\$880,629
State & Federal Income Taxes	(582,715)	5,815	2,994,205	(430,655)	(18,213)	258,454	91,861	(424,366)	554,284	(194,407)	\$2,254,264
Total Operating Expenses	(712,067)	(21,876)	3,658,863	2,543,378	68,514	(972,281)	91,861	1,596,205	4,072,024	731,342	\$11,055,964
Net Operating Revenues	(\$2,192,117)	\$21,876	\$11,263,913	(\$1,620,083)	(\$68,514)	\$972,281	(\$91,861)	(\$1,596,205)	(\$2,790,997)	(\$731,342)	\$3,166,949
Rate Base											
Total Plant in Service				31,077,329					66,105,637		\$97,182,967
Total Accumulated Depreciation				(7,438,117)					(1,347,529)		(\$8,785,646)
Customer Adv. For Construction				44,862							\$44,862
Deferred Accumulated Income Taxes				(2,047,962)					22,690		(\$2,025,271)
Working Capital Allowance				0							\$0
TOTAL RATE BASE	\$0	\$0	\$0	\$21,636,113	\$0	\$0	\$0	\$0	\$64,780,798		\$86,416,911
Revenue Requirement Effect	\$2,904,184	(\$28,983)	(\$14,922,776)	\$4,308,762	\$90,769	(\$1,288,108)	\$121,701	\$2,114,702	\$10,172,129	\$968,905	\$4,441,286