



*In the Community to Serve®*

8113 W. GRANDRIDGE BLVD., KENNEWICK, WASHINGTON 99336-7166  
TELEPHONE 509-734-4500 FACSIMILE 509-737-7166  
www.cngc.com

May 13, 2011

Mr. Dave Danner  
Secretary and Executive Director  
Washington Utilities & Transportation Commission  
1300 S. Evergreen Park Drive SW  
Olympia, WA 98504-9022

RECEIVED  
RECORDS MANAGEMENT  
2011 MAY 16 AM 8:14  
STATE OF WASH.  
UTIL. AND TRANSP.  
COMMISSION

RE: WAC 480-90-275 Quarterly Statement of Operations Report

Dear Mr. Danner,

In accordance with WAC 480-90-275, enclosed is Cascade Natural Gas Corporation's monthly Statement of Operations report for the quarter ending March 31, 2011.

If you have any questions, please contact Pamela Archer at (509) 734-4591 or me at (509) 734-4593.

Sincerely,

*Katherine J. Barnard*

Katherine J. Barnard  
Manager  
Regulatory & Gas Supply

attachments

# CASCADE NATURAL GAS CORPORATION

## Washington Statement of Operations QUARTERLY STATISTICAL INFORMATION

### THERM SALES

	Monthly			12 Months Ending		
	January 2011	February 2011	March 2011	January 2011	February 2011	March 2011
<b>Residential</b>	17,831,892	16,770,981	13,543,464	109,366,712	114,478,549	116,872,407
<b>Commercial</b>	14,033,438	12,870,027	9,983,926	86,414,152	90,413,636	92,006,258
<b>Industrial Firm</b>	1,378,193	1,228,974	1,380,559	9,506,093	9,739,222	10,222,739
<b>Core Interruptible</b>	554,172	506,721	490,500	4,679,259	4,765,178	4,786,564
<b>Noncore</b>	55,796,097	48,464,512	45,597,063	660,249,525	661,404,918	645,407,691
<b>TOTAL WASHINGTON</b>	<b>89,593,791</b>	<b>79,841,215</b>	<b>70,995,512</b>	<b>870,215,741</b>	<b>880,801,504</b>	<b>869,295,659</b>

### AVERAGE CUSTOMERS

	January 2011	February 2011	March 2011
	<b>Residential</b>	170,816	170,974
<b>Commercial</b>	24,692	24,726	24,693
<b>Industrial Firm</b>	359	363	360
<b>Core Interruptible</b>	13	13	13
<b>Noncore</b>	176	175	174
<b>TOTAL WASHINGTON</b>	<b>196,056</b>	<b>196,251</b>	<b>196,181</b>

Cascade Natural Gas Corporation  
State of Washington  
Statement of Operations and Rate of Return  
Month and Twelve Months Ended 1/31/2011

	Month	Twelve Months
<b>OPERATING REVENUES</b>		
Natural Gas Sales	32,611,841	228,132,807
Transportation Revenue	1,686,575	19,208,169
Other Operating Revenue	112,248	1,608,539
	<u>34,410,663</u>	<u>248,949,515</u>
Less: Natural Gas & Production Costs	21,016,986	150,818,936
Revenue Taxes	3,147,494	20,552,751
<b>OPERATING MARGIN</b>	<u>10,246,184</u>	<u>77,577,828</u>
<b>OPERATING EXPENSES</b>		
Distribution	832,234	9,994,468
Customer Accounts	388,415	3,915,408
Customer Service & Informational	72,343	834,455
Sales	250	9,277
Administrative & General	1,261,537	19,117,301
Depreciation & Amortization	1,249,238	14,716,636
Property, Payroll & Misc. Taxes	366,732	4,411,285
Federal Income Taxes	1,816,563	1,299,694
Total Operating Expenses	<u>5,987,312</u>	<u>54,298,525</u>
<b>NET OPERATING INCOME</b>	<u>4,258,871</u>	<u>23,279,303</u>
<b>RATE BASE</b>	<u>217,235,535</u>	<u>214,247,098</u>
<b>RATE OF RETURN</b>	<u>1.96%</u>	<u>10.87%</u>

**SCHEDULE OF RATE BASE**

Utility Plant In Service	529,310,193	522,369,254
Accumulated Depreciation	(267,652,602)	(262,902,270)
Net Utility Plant	<u>261,657,591</u>	<u>259,466,984</u>
Other:		
Contributions in Aid of Construction	-	-
Customer Advances for Construction	(4,281,469)	(4,889,452)
Accumulated Deferred Income Taxes	(49,797,419)	(49,797,419)
Deferred Debits	-	-
Subtotal	<u>207,578,703</u>	<u>204,780,112</u>
Working Capital	9,656,832	9,466,986
<b>TOTAL RATE BASE</b>	<u>217,235,535</u>	<u>214,247,098</u>

All rate base items except accumulated deferred income taxes represent monthly average and average of monthly average balances. Accumulated deferred income taxes represent the end-of-period balance.

This report is derived directly from the amounts recorded on the books of the Corporation for the period covered, as adjusted for the depreciation adjustment prescribed in WUTC Order No. 991923. It reflects no ratemaking or other normalized adjustments.

Cascade Natural Gas Corporation  
State of Washington  
Statement of Operations and Rate of Return  
Month and Twelve Months Ended 2/28/2011

	Month	Twelve Months
<b>OPERATING REVENUES</b>		
Natural Gas Sales	30,172,185	232,888,748
Transportation Revenue	1,611,282	19,225,640
Other Operating Revenue	115,731	1,539,355
	<u>31,899,198</u>	<u>253,653,742</u>
Less: Natural Gas & Production Costs	19,516,959	152,843,457
Revenue Taxes	2,685,547	20,876,946
<b>OPERATING MARGIN</b>	<u>9,696,692</u>	<u>79,933,339</u>
<b>OPERATING EXPENSES</b>		
Distribution	755,724	9,991,853
Customer Accounts	566,747	4,083,827
Customer Service & Informational	66,667	834,788
Sales	1,228	10,505
Administrative & General	1,127,633	19,090,961
Depreciation & Amortization	1,262,799	14,772,279
Property, Payroll & Misc. Taxes	371,981	4,441,147
Federal Income Taxes	1,595,388	1,831,569
Total Operating Expenses	<u>5,748,167</u>	<u>55,056,930</u>
<b>NET OPERATING INCOME</b>	<u>3,948,525</u>	<u>24,876,409</u>
<b>RATE BASE</b>	<u>216,850,881</u>	<u>213,704,817</u>
<b>RATE OF RETURN</b>	<u>1.82%</u>	<u>11.64%</u>

**SCHEDULE OF RATE BASE**

Utility Plant In Service	530,790,095	523,430,939
Accumulated Depreciation	(268,662,318)	(263,865,121)
Net Utility Plant	<u>262,127,777</u>	<u>259,565,818</u>
Other:		
Contributions in Aid of Construction	-	-
Customer Advances for Construction	(4,386,864)	(4,815,230)
Accumulated Deferred Income Taxes	(50,521,804)	(50,521,804)
Deferred Debits	-	-
Subtotal	<u>207,219,109</u>	<u>204,228,784</u>
Working Capital	<u>9,631,772</u>	<u>9,476,033</u>
<b>TOTAL RATE BASE</b>	<u>216,850,881</u>	<u>213,704,817</u>

All rate base items except accumulated deferred income taxes represent monthly average and average of monthly average balances. Accumulated deferred income taxes represent the end-of-period balance.

This report is derived directly from the amounts recorded on the books of the Corporation for the period covered, as adjusted for the depreciation adjustment prescribed in WUTC Order No. 991923. It reflects no ratemaking or other normalized adjustments.

Cascade Natural Gas Corporation  
State of Washington  
Statement of Operations and Rate of Return  
Month and Twelve Months Ended 3/31/2011

	Month	Twelve Months
<b>OPERATING REVENUES</b>		
Natural Gas Sales	24,986,564	233,230,215
Transportation Revenue	1,461,117	19,059,477
Other Operating Revenue	95,385	1,488,052
	<u>26,543,066</u>	<u>253,777,744</u>
Less: Natural Gas & Production Costs	15,795,873	151,972,767
Revenue Taxes	2,669,324	21,300,869
<b>OPERATING MARGIN</b>	<u>8,077,868</u>	<u>80,504,108</u>
<b>OPERATING EXPENSES</b>		
Distribution	853,363	9,997,796
Customer Accounts	429,144	4,024,997
Customer Service & Informational	68,004	835,797
Sales	382	10,687
Administrative & General	1,916,560	19,668,963
Depreciation & Amortization	1,263,344	14,829,662
Property, Payroll & Misc. Taxes	362,565	4,309,275
Federal Income Taxes	556,281	1,444,040
Total Operating Expenses	<u>5,449,644</u>	<u>55,121,218</u>
<b>NET OPERATING INCOME</b>	<u>2,628,224</u>	<u>25,382,890</u>
<b>RATE BASE</b>	<u>215,138,757</u>	<u>213,169,075</u>
<b>RATE OF RETURN</b>	<u>1.22%</u>	<u>11.91%</u>

**SCHEDULE OF RATE BASE**

Utility Plant In Service	530,992,204	524,477,274
Accumulated Depreciation	(269,811,623)	(264,832,565)
Net Utility Plant	<u>261,180,581</u>	<u>259,644,709</u>
Other:		
Contributions in Aid of Construction	-	-
Customer Advances for Construction	(4,350,447)	(4,711,262)
Accumulated Deferred Income Taxes	(51,247,254)	(51,247,254)
Deferred Debits	-	-
Subtotal	<u>205,582,880</u>	<u>203,686,193</u>
Working Capital	9,555,876	9,482,882
<b>TOTAL RATE BASE</b>	<u>215,138,757</u>	<u>213,169,075</u>

All rate base items except accumulated deferred income taxes represent monthly average and average of monthly average balances. Accumulated deferred income taxes represent the end-of-period balance.

This report is derived directly from the amounts recorded on the books of the Corporation for the period covered, as adjusted for the depreciation adjustment prescribed in WUTC Order No. 991923. It reflects no ratemaking or other normalized adjustments.

Cascade Natural Gas Corporation  
Washington Statement of Operations  
Quarter Ending: 3/31/2011

STATE ALLOCATION OF INCOME & EXPENSES	Month ended			12 Months Ended...		
				MARCH 1, 2010		
	JANUARY 2011	FEBRUARY 2011	MARCH 2011	FEBRUARY 1, 2010 THROUGH JANUARY 31, 2011	THROUGH FEBRUARY 28, 2011	APRIL 1, 2010 THROUGH MARCH 31, 2011
<b>GAS SALES</b>						
480 Residential Sales	17,859,923.40	16,712,646.51	13,870,928.30	122,390,461.48	126,342,160.04	126,530,811.61
481 Commercial - Interruptible Sales	14,751,917.60	13,459,538.35	11,115,636.02	105,742,345.59	106,546,587.64	106,699,403.88
<b>TOTAL GAS SALES</b>	<b>32,611,841.00</b>	<b>30,172,184.86</b>	<b>24,986,564.32</b>	<b>228,132,807.07</b>	<b>232,888,747.68</b>	<b>233,230,215.49</b>
<b>OTHER OPERATING REVENUE</b>						
4880 Miscellaneous Service Revenues	106,086.45	113,212.54	90,730.31	1,471,099.05	1,412,214.01	1,372,555.59
4890 Rev. From Transp. of Gas of Others	1,686,574.72	1,611,282.15	1,461,116.58	19,208,168.97	19,225,639.56	19,059,477.24
4930 Rent From Gas Property	0.00	400.00	-	9,182.84	8,626.34	7,669.84
4950 Other Gas Revenue	6,161.11	2,118.51	4,654.32	128,257.16	118,514.31	107,826.24
495.1 Overrun Penalty Income	0.00	0.00	0.00	0.00	0.00	0.00
<b>TOTAL OTHER OPERATING REVENUE</b>	<b>1,798,822.28</b>	<b>1,727,013.20</b>	<b>1,556,501.21</b>	<b>20,816,708.02</b>	<b>20,764,994.22</b>	<b>20,547,528.91</b>
<b>* TOTAL OPERATING REVENUE *</b>	<b>34,410,663.28</b>	<b>31,899,198.06</b>	<b>26,543,065.53</b>	<b>248,949,515.09</b>	<b>253,653,741.90</b>	<b>253,777,744.40</b>
<b>NATURAL GAS PURCHASED</b>						
804 Natural Gas City Gate Purchases	19,891,844.97	18,298,920.43	13,903,312.05	143,061,097.02	142,890,697.36	143,784,781.53
805 Other Gas Purchases	0.00	0.00	0.00	0.00	0.00	0.00
805.1 Purchased Gas Cost Adjustments	(83,374.32)	(590,493.47)	1,435,423.48	7,123,256.23	7,561,776.96	9,541,179.74
808.1 Gas Withdrawn From Storage	1,593,647.46	1,815,425.15	467,534.22	8,083,678.66	9,714,390.58	5,972,826.13
808.2 Gas Delivered To Storage	(373,608.20)	2,609.62	-	(7,394,708.03)	(7,267,830.80)	(7,267,696.69)
812 Gas Used For Other Utility Oper.	(11,524.31)	(9,502.63)	(10,396.27)	(54,387.54)	(55,577.03)	(58,324.03)
<b>TOTAL NATURAL GAS PURCHASED</b>	<b>21,016,985.60</b>	<b>19,516,959.10</b>	<b>15,795,873.48</b>	<b>150,818,936.34</b>	<b>152,843,457.07</b>	<b>151,972,766.68</b>
<b>MANUFACTURED GAS PRODUCTION</b>						
712 Other Power Expenses	0.00	0.00	0.00	0.00	0.00	0.00
717 Liquefied Petroleum Gas Expenses	0.00	0.00	0.00	0.00	0.00	0.00
718 Other Process Production Expenses	0.00	0.00	0.00	0.00	0.00	0.00
723 Fuel for Liq. Petrol. Gas Process	0.00	0.00	0.00	0.00	0.00	0.00
724 Other Gas Fuels	0.00	0.00	0.00	0.00	0.00	0.00
728 Liquefied Petroleum Gas	0.00	0.00	0.00	0.00	0.00	0.00
733 Gas Mixing Expenses	0.00	0.00	0.00	0.00	0.00	0.00
735 Miscellaneous Production Expenses	0.00	0.00	0.00	0.00	0.00	0.00
740 Maint. Supervision & Engineering	0.00	0.00	0.00	0.00	0.00	0.00
741 Maint. of Structures & Improvement	0.00	0.00	0.00	0.00	0.00	0.00
742 Maint. of Production Equipment	0.00	0.00	0.00	0.00	0.00	0.00
<b>TOTAL MANUFACTURED GAS PRODUCTION EXPENSE</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
408.5 Revenue Taxes	3,147,494.09	2,685,547.19	2,669,324.37	20,552,750.98	20,876,946.07	21,300,869.49
<b>* OPERATING MARGIN *</b>	<b>10,246,183.59</b>	<b>9,696,691.77</b>	<b>8,077,867.68</b>	<b>77,577,827.77</b>	<b>79,933,338.76</b>	<b>80,504,108.23</b>

Cascade Natural Gas Corporation  
Washington Statement of Operations  
Quarter Ending: 3/31/2011

STATE ALLOCATION OF INCOME & EXPENSES	Month ended			12 Months Ended...			
				MARCH 1, 2010			
	JANUARY 2011	FEBRUARY 2011	MARCH 2011	FEBRUARY 1, 2010 THROUGH JANUARY 31, 2011	THROUGH FEBRUARY 28, 2011	APRIL 1, 2010 THROUGH MARCH 31, 2011	
<b>DISTRIBUTION EXPENSES</b>							
<b>Operation</b>							
870	Oper., Supervision & Engineering	30,312.35	38,317.66	31,997.76	314,654.04	333,034.05	339,991.53
871	Distribution Load Dispatching	31,826.85	35,263.30	35,764.45	704,259.63	676,403.46	646,151.70
872	Compressor Station	8,279.73	4,377.28	4,507.74	27,994.17	31,727.72	35,257.83
874	Mains & Services Exp.	107,154.18	157,942.86	198,726.07	1,951,811.94	1,931,300.42	1,966,071.33
875	Meas. & Reg. Stat. Exp.-Gen.	37,450.00	35,195.62	27,912.71	318,102.36	329,378.91	324,492.36
876	Meas. & Reg. Stat. Exp.-Ind.	7,549.87	10,317.78	9,249.31	135,137.12	133,122.26	125,364.55
878	Meter & House Regulator Exp.	72,880.68	79,907.19	81,169.43	964,182.38	971,428.45	962,825.73
879	Customer Installations Exp.	120,441.11	86,947.35	104,622.08	1,192,970.33	1,187,416.54	1,202,938.00
880	Other Exp.	201,836.58	140,232.90	177,811.44	1,949,855.70	1,968,629.82	2,011,844.02
881	Rents	77,981.62	(62,779.32)	2,728.27	156,618.41	89,737.07	89,878.12
882	Transportation Exp.	0.00	0.00	0.00	0.00	0.00	0.00
	<b>Subtotal Operations</b>	<b>695,712.97</b>	<b>525,722.62</b>	<b>674,489.26</b>	<b>7,715,586.08</b>	<b>7,652,178.70</b>	<b>7,704,815.17</b>
<b>Maintenance</b>							
885	Supervision & Engineering	3.70	0.00	0.00	4,670.48	4,544.59	4,486.97
886	Structures & Improvements	55.45	2,791.05	3,298.77	24,080.53	25,554.17	22,354.79
887	Mains	21,225.62	58,276.78	46,851.82	576,073.40	604,973.30	603,601.17
8880	Compressor Station	132.15	3,626.58	3,673.92	2,844.45	6,412.72	9,718.38
889	Meas. & Reg. Equip.-Gen.	17,265.67	32,266.58	20,327.69	265,594.14	257,272.81	257,440.16
890	Meas. & Reg. Equip.-Ind.	2,795.99	4,297.14	6,563.32	80,866.52	82,334.23	76,852.68
892	Services	37,750.30	56,418.40	32,365.48	424,114.53	451,383.92	435,221.89
893	Meters & House Regulators	27,250.31	54,834.91	45,060.86	614,142.37	623,584.49	595,878.27
894	Other Equipment	30,041.62	17,490.19	20,732.19	286,495.84	283,614.51	287,426.35
	<b>Subtotal Maintenance</b>	<b>136,520.81</b>	<b>230,001.63</b>	<b>178,874.05</b>	<b>2,278,882.26</b>	<b>2,339,674.74</b>	<b>2,292,980.66</b>
	<b>TOTAL DISTRIBUTION EXPENSES</b>	<b>832,233.78</b>	<b>755,724.25</b>	<b>853,363.31</b>	<b>9,994,468.34</b>	<b>9,991,853.44</b>	<b>9,997,795.83</b>
<b>CUSTOMER ACCOUNTS EXPENSES</b>							
901	Supervision	4,422.06	4,762.36	5,284.55	36,536.89	40,675.75	42,204.99
902	Meter Reading Exp.	34,313.36	34,689.73	31,324.28	346,001.10	355,445.54	358,687.94
903	Cust. Records & Collection Exp.	94,051.04	278,045.58	260,492.42	2,408,957.90	2,446,767.78	2,407,442.52
904	Uncollectible Accounts	254,888.29	249,016.18	131,359.93	1,184,395.14	1,307,006.95	1,287,830.62
905	Misc. Exp.	740.21	233.25	683.23	(60,483.14)	(66,068.89)	(71,168.72)
	<b>TOTAL CUSTOMER ACCOUNTS EXP.</b>	<b>388,414.96</b>	<b>566,747.10</b>	<b>429,144.41</b>	<b>3,915,407.89</b>	<b>4,083,827.13</b>	<b>4,024,997.35</b>
<b>CUSTOMER SERVICE AND INFORMATIONAL EXPENSES</b>							
907	Supervision	0.00	-	-	2,281.27	2,202.95	1,966.72
908	Cust. Assistance Exp.	66,666.67	66,666.67	66,666.66	800,000.00	800,000.00	799,999.99
909	Info. & Instr. Advertising Exp.	5,676.75	-	1,077.81	32,052.97	32,464.52	33,450.23
910	Misc. Cust. Serv. & Info. Exp.	0.00	-	259.80	120.66	120.66	380.46
	<b>TOTAL CUST. SRVC. &amp; INFO. EXPENSES</b>	<b>72,343.42</b>	<b>66,666.67</b>	<b>68,004.27</b>	<b>834,454.90</b>	<b>834,788.13</b>	<b>835,797.40</b>
<b>SALES EXPENSES</b>							

Cascade Natural Gas Corporation  
Washington Statement of Operations  
Quarter Ending: 3/31/2011

STATE ALLOCATION OF INCOME & EXPENSES	Month ended			12 Months Ended...		
	FEBRUARY			FEBRUARY 1, 2010	MARCH 1, 2010	APRIL 1, 2010
	JANUARY 2011	2011	MARCH 2011	THROUGH JANUARY 31, 2011	THROUGH FEBRUARY 28, 2011	THROUGH MARCH 31, 2011
911 Supervision	0.00	0.00	0.00	0.00	0.00	0.00
912 Demonstrating & Selling	0.00	0.00	0.00	0.00	0.00	0.00
913 Advertising	250.00	1,227.91	382.11	9,277.37	10,505.28	10,687.39
916 Misc. Sales Exp.	0.00	0.00	0.00	0.00	0.00	0.00
<b>TOTAL SALES EXPENSES</b>	<b>250.00</b>	<b>1,227.91</b>	<b>382.11</b>	<b>9,277.37</b>	<b>10,505.28</b>	<b>10,687.39</b>
<b>ADMINISTRATIVE AND GENERAL EXPENSES</b>						
920 Admin. & General Salaries	481,615.50	287,251.98	448,162.05	9,639,264.53	9,520,292.19	9,482,816.63
921 Office Supplies & Exp.	427,159.41	401,120.71	527,851.02	4,163,702.48	4,272,065.73	4,380,840.04
923 Outside Services Employed	20,393.10	74,728.50	119,676.73	957,873.61	962,968.31	985,854.27
924 Property Insurance	4,817.86	13,031.49	10,710.15	42,258.81	80,724.86	85,139.86
925 Injuries & Damages	53,951.03	132,450.29	(919.48)	949,380.56	978,789.11	926,691.11
926 Employee Pensions & Benefits	245,694.40	80,552.44	658,590.13	2,120,608.48	1,992,379.65	2,484,528.75
928 Regulatory Commission Exp.	-	-	0.00	-	-	0.00
930.1 General Advertising Exp.	1,303.81	2,248.74	12,600.35	29,873.83	28,591.05	39,369.78
930.2 Misc. General Exp.	(35,775.06)	76,519.18	86,527.31	1,378,018.81	1,375,586.54	1,291,818.85
931 Rents	85,248.41	85,622.04	85,553.94	113,962.85	199,398.15	280,691.99
932 Maintenance of General Plant	16,741.52	12,213.43	6,078.41	117,038.79	112,952.39	104,544.77
	1,301,149.98	1,165,738.80	1,954,830.61	19,511,982.75	19,523,747.98	20,062,296.05
922 Capitalized Exp.	(39,612.74)	(38,105.57)	(38,270.32)	(394,681.65)	(432,787.22)	(393,332.84)
<b>TOTAL ADM. &amp; GEN. EXPENSES</b>	<b>1,261,537.24</b>	<b>1,127,633.23</b>	<b>1,916,560.29</b>	<b>19,117,301.10</b>	<b>19,090,960.76</b>	<b>19,668,963.21</b>
<b>TOTAL O&amp;M EXPENSES (Excluding Gas Cost and</b>	<b>2,554,779.40</b>	<b>2,517,999.16</b>	<b>3,267,454.39</b>	<b>33,870,909.60</b>	<b>34,011,934.74</b>	<b>34,538,241.18</b>
<b>DEPRECIATION AND AMORTIZATION</b>						
403 Depreciation Expense	1,249,238.41	1,262,798.50	1,263,344.44	14,716,636.39	14,772,278.88	14,829,661.63
Propane Air Plant	-	-	0.00	-	-	0.00
Telemetry	-	-	0.00	-	-	0.00
Meters & Regulators	-	-	-	-	-	-
Central Stores Warehouse	-	-	0.00	-	-	0.00
General Office	-	-	0.00	-	-	0.00
407.1 Amortization of Property Losses	-	-	0.00	-	-	0.00
<b>TOTAL DEPRECIATION AND AMORTIZATION</b>	<b>1,249,238.41</b>	<b>1,262,798.50</b>	<b>1,263,344.44</b>	<b>14,716,636.39</b>	<b>14,772,278.88</b>	<b>14,829,661.63</b>
407.3 Regulatory Debits	0.00	0.00	0.00	0.00	0.00	0.00



Cascade Natural Gas Corporation  
Washington Statement of Operations  
Quarter Ending: 3/31/2011

STATE ALLOCATION OF INCOME & EXPENSES	Month ended			12 Months Ended...		
	FEBRUARY			FEBRUARY 1, 2010	MARCH 1, 2010	APRIL 1, 2010
	JANUARY 2011	2011	MARCH 2011	THROUGH JANUARY 31, 2011	THROUGH FEBRUARY 28, 2011	THROUGH MARCH 31, 2011
<b>TAXES OTHER THAN INCOME TAXES</b>						
408.1 Property, Payroll and Misc. Taxes	366,731.80	371,980.73	362,564.51	4,411,284.62	4,441,146.88	4,309,275.43
<b>INCOME TAXES - OPERATING</b>						
409.1 Federal Inc Taxes, Util Oper Inc	1,283,855.00	952,020.00	(670,070.00)	(649,125.00)	(505,302.00)	(2,190,017.00)
409.1 State Income Taxes, Util Oper Inc	0.00	0.00	0.00	0.00	0.00	0.00
410.1 Provision For Defer'd Fed Inc Tax	537,757.75	648,418.51	1,231,400.66	2,008,255.71	2,395,588.73	3,703,593.47
410.1 Provis'n For Defer'd State Inc Tax	0.00	0.00	0.00	0.00	0.00	0.00
411.1 Prov For Deferred Inc Tax - Credit	0.00	0.00	0.00	0.00	0.00	0.00
411.4 Investment Tax Credit Adjustments	(5,050.10)	(5,050.10)	(5,050.10)	(59,436.35)	(58,717.47)	(69,536.55)
<b>TOTAL INCOME TAXES - OPERATING</b>	<b>1,816,562.65</b>	<b>1,595,388.41</b>	<b>556,280.56</b>	<b>1,299,694.36</b>	<b>1,831,569.26</b>	<b>1,444,039.92</b>
<b>* TOTAL OPERATING EXPENSES *</b>	<b>5,987,312.26</b>	<b>5,748,166.80</b>	<b>5,449,643.90</b>	<b>54,298,524.97</b>	<b>55,056,929.76</b>	<b>55,121,218.16</b>
<b>* TOTAL OPERATING INCOME *</b>	<b>4,258,871.33</b>	<b>3,948,524.97</b>	<b>2,628,223.78</b>	<b>23,279,302.80</b>	<b>24,876,409.00</b>	<b>25,382,890.07</b>