

CASCADE NATURAL GAS CORPORATION
Washington Statement of Operations
QUARTERLY STATISTICAL INFORMATION

THERM SALES

	Monthly			12 Months Ending		
	April 2021	May 2021	June 2021	April 2021	May 2021	June 2021
Residential	8,368,784	5,296,881	3,160,498	126,256,455	126,132,713	125,323,532
Commercial	6,470,923	4,762,473	2,859,718	97,787,649	97,890,589	97,253,813
Industrial Firm	1,493,168	966,305	1,033,233	15,623,648	15,653,792	15,616,238
Core Interruptible	180,576	143,789	104,510	2,097,710	2,102,025	2,097,030
Noncore	75,696,976	60,470,561	75,518,268	820,410,308	835,228,115	866,392,889
TOTAL WASHINGTON	92,210,427	71,640,009	82,676,227	1,062,175,770	1,077,007,234	1,106,683,502

	AVERAGE CUSTOMERS		
	April 2021	May 2021	June 2021
Residential	198,337	198,399	198,332
Commercial	27,115	27,116	27,115
Industrial Firm	503	501	500
Core Interruptible	7	7	7
Noncore	203	203	205
TOTAL WASHINGTON	226,165	226,226	226,159

Cascade Natural Gas Corporation
State of Washington
Statement of Operations and Rate of Return
Month and Twelve Months Ended 4/30/2021

	Month	Twelve Months
OPERATING REVENUES		
Natural Gas Sales	17,989,466	244,183,674
Transportation Revenue	2,205,803	25,550,786
Other Operating Revenue	11,381	517,601
	<u>20,206,650</u>	<u>270,252,061</u>
Less: Natural Gas & Production Costs	9,197,827	134,137,635
Revenue Taxes	2,001,036	22,467,556
OPERATING MARGIN	<u>9,007,787</u>	<u>113,646,870</u>
OPERATING EXPENSES		
Production	29,580	334,252
Distribution	1,688,732	21,459,903
Customer Accounts	365,910	5,717,586
Customer Service & Informational	448,301	6,364,373
Sales	3,523	25,654
Administrative & General	2,048,931	20,665,805
Depreciation & Amortization	2,318,339	27,306,357
Property, Payroll & Misc. Taxes	336,511	4,786,136
Federal Income Taxes	(31,996)	1,270,371
Total Operating Expenses	<u>7,207,830</u>	<u>87,930,436</u>
NET OPERATING INCOME	<u>1,799,957</u>	<u>25,716,434</u>
RATE BASE	<u>480,572,514</u>	<u>444,650,386</u>
RATE OF RETURN	<u>0.37%</u>	<u>5.78%</u>

SCHEDULE OF RATE BASE

Utility Plant In Service	960,619,763	918,922,882
Accumulated Depreciation	(416,280,654)	(409,531,879)
Net Utility Plant	544,339,109	509,391,003
Other:		
Contributions in Aid of Construction	-	-
Customer Advances for Construction	(3,044,225)	(3,104,785)
Accumulated Deferred Income Taxes	(77,399,306)	(77,211,253)
Deferred Debits	-	-
Subtotal	<u>463,895,578</u>	<u>429,074,965</u>
Working Capital	16,676,936	15,575,421
TOTAL RATE BASE	<u>480,572,514</u>	<u>444,650,386</u>

All rate base items in the "Twelve Months" column represent average of monthly average balances

Cascade Natural Gas Corporation
State of Washington
Statement of Operations and Rate of Return
Month and Twelve Months Ended 5/31/2021

	Month	Twelve Months
OPERATING REVENUES		
Natural Gas Sales	12,021,906	244,406,381
Transportation Revenue	2,068,379	25,801,332
Other Operating Revenue	(71,761)	489,198
	<u>14,018,525</u>	<u>270,696,912</u>
Less: Natural Gas & Production Costs	6,221,898	134,270,017
Revenue Taxes	1,241,924	22,507,315
OPERATING MARGIN	<u>6,554,702</u>	<u>113,919,580</u>
OPERATING EXPENSES		
Production	21,802	331,120
Distribution	1,530,844	21,511,913
Customer Accounts	449,784	5,812,409
Customer Service & Informational	297,351	6,366,487
Sales	1,782	25,527
Administrative & General	1,498,317	20,789,958
Depreciation & Amortization	2,368,100	27,477,997
Property, Payroll & Misc. Taxes	385,864	4,753,510
Federal Income Taxes	(411,922)	1,225,147
Total Operating Expenses	<u>6,141,922</u>	<u>88,294,069</u>
NET OPERATING INCOME	<u>412,780</u>	<u>25,625,511</u>
RATE BASE	<u>481,455,730</u>	<u>450,550,124</u>
RATE OF RETURN	<u>0.09%</u>	<u>5.69%</u>

SCHEDULE OF RATE BASE

Utility Plant In Service	963,063,593	925,684,199
Accumulated Depreciation	(418,222,839)	(410,964,417)
Net Utility Plant	544,840,754	514,719,782
Other:		
Contributions in Aid of Construction	-	-
Customer Advances for Construction	(3,045,470)	(3,062,765)
Accumulated Deferred Income Taxes	(77,383,183)	(77,224,345)
Deferred Debits	-	-
Subtotal	<u>464,412,101</u>	<u>434,432,672</u>
Working Capital	17,043,630	16,117,452
TOTAL RATE BASE	<u>481,455,730</u>	<u>450,550,124</u>

All rate base items in the "Twelve Months" column represent average of monthly average balances.

Cascade Natural Gas Corporation
State of Washington
Statement of Operations and Rate of Return
Month and Twelve Months Ended 6/30/2021

	Month	Twelve Months
OPERATING REVENUES		
Natural Gas Sales	8,616,318	243,718,994
Transportation Revenue	2,181,748	26,161,342
Other Operating Revenue	(158,486)	404,742
	<u>10,639,580</u>	<u>270,285,078</u>
Less: Natural Gas & Production Costs	3,980,078	133,536,276
Revenue Taxes	982,628	22,517,441
OPERATING MARGIN	<u>5,676,873</u>	<u>114,231,360</u>
OPERATING EXPENSES		
Production	26,206	336,615
Distribution	1,610,868	21,461,494
Customer Accounts	612,810	5,992,689
Customer Service & Informational	202,466	6,320,091
Sales	1,867	25,587
Administrative & General	1,269,481	20,704,072
Depreciation & Amortization	2,340,437	27,619,741
Property, Payroll & Misc. Taxes	412,992	4,803,876
Federal Income Taxes	(592,891)	1,262,968
Total Operating Expenses	<u>5,884,237</u>	<u>88,527,134</u>
NET OPERATING INCOME	<u>(207,363)</u>	<u>25,704,226</u>
RATE BASE	<u>482,666,005</u>	<u>456,434,913</u>
RATE OF RETURN	<u>-0.04%</u>	<u>5.63%</u>

SCHEDULE OF RATE BASE

Utility Plant In Service	965,875,574	932,405,352
Accumulated Depreciation	(420,324,343)	(412,444,538)
Net Utility Plant	545,551,231	519,960,814
Other:		
Contributions in Aid of Construction	-	-
Customer Advances for Construction	(2,983,915)	(3,036,419)
Accumulated Deferred Income Taxes	(77,392,446)	(77,241,404)
Deferred Debits	-	-
Subtotal	<u>465,174,870</u>	<u>439,682,991</u>
Working Capital	17,491,135	16,751,922
TOTAL RATE BASE	<u>482,666,005</u>	<u>456,434,913</u>

All rate base items in the "Twelve Months" column represent average of monthly average balances.

STATE ALLOCATION OF INCOME & EXPENSES	Month Ended			12 MONTH Ended		
	April-21	May-21	June-21	MAY 1, 2020 THROUGH APRIL 30, 2021	JUNE 1, 2020 THROUGH MAY 31, 2021	JULY 1, 2020 THROUGH JUNE 30, 2021
GAS SALES						
480 Residential Sales	9,914,738.31	6,465,336.86	4,409,420.72	136,471,572.51	136,528,240.15	136,143,452.45
481 Commercial - Interruptible Sales	8,074,727.97	5,556,569.08	4,206,896.85	107,712,101.97	107,878,140.57	107,575,541.07
TOTAL GAS SALES	17,989,466.28	12,021,905.94	8,616,317.57	244,183,674.48	244,406,380.72	243,718,993.52
OTHER OPERATING REVENUE						
4880 Miscellaneous Service Revenues	15,307.90	20,119.81	21,261.17	160,357.88	158,681.89	167,106.12
4890 Rev. From Transp. of Gas of Others	2,205,803.42	2,068,379.34	2,181,748.19	25,550,785.73	25,801,332.39	26,161,341.83
4930 Rent From Gas Property	-	-	-	-	-	-
4940 Interdepartmental Rents	6,720.63	6,720.63	6,720.63	86,904.52	86,122.40	85,340.28
4950 Other Gas Revenue	3,135.84	480.78	64.93	63,935.59	58,158.23	48,273.20
495.1 Overrun Penalty Income	-	-	-	-	-	-
4962 Provision for Rate Refund	(13,783.73)	(99,081.82)	(186,532.99)	206,402.91	186,235.91	104,022.71
TOTAL OTHER OPERATING REVENUE	2,217,184.06	1,996,618.74	2,023,261.93	26,068,386.63	26,290,530.82	26,566,084.14
* TOTAL OPERATING REVENUE *	20,206,650.34	14,018,524.68	10,639,579.50	270,252,061.11	270,696,911.54	270,285,077.66
NATURAL GAS PURCHASED						
804 Natural Gas City Gate Purchases	8,198,926.72	9,535,277.66	6,596,969.00	114,076,518.07	117,398,814.95	118,347,422.07
805 Other Gas Purchases	-	-	-	-	-	-
805.1 Purchased Gas Cost Adjustments	1,165,711.93	(686,203.79)	(2,041,792.60)	20,224,058.69	19,029,377.62	17,432,141.08
808.1 Gas Withdrawn From Storage	-	-	-	3,961,776.05	3,961,776.05	3,961,776.05
808.2 Gas Delivered To Storage	(148,703.20)	(2,621,613.72)	(567,668.91)	(4,017,589.69)	(6,008,423.22)	(6,096,888.18)
812 Gas Used For Other Utility Oper.	(18,108.00)	(5,561.90)	(7,429.77)	(107,127.82)	(111,528.55)	(108,174.54)
TOTAL NATURAL GAS PURCHASED	9,197,827.45	6,221,898.25	3,980,077.72	134,137,635.30	134,270,016.85	133,536,276.48
MANUFACTURED GAS PRODUCTION						
712 Other Power Expenses	-	-	-	-	-	-
717 Liquefied Petroleum Gas Expenses	-	-	-	-	-	-
718 Other Process Production Expenses	-	-	-	-	-	-
723 Fuel for Liq. Petrol. Gas Process	-	-	-	-	-	-
724 Other Gas Fuels	-	-	-	-	-	-
728 Liquefied Petroleum Gas	-	-	-	-	-	-
733 Gas Mixing Expenses	-	-	-	-	-	-
735 Miscellaneous Production Expenses	-	-	-	-	-	-
740 Maint. Supervision & Engineering	-	-	-	-	-	-
741 Maint. of Structures & Improvement	-	-	-	-	-	-
742 Maint. of Production Equipment	-	-	-	-	-	-
TOTAL MANUFACTURED GAS PRODUCTION EXPENSE	-	-	-	-	-	-
408.5 Revenue Taxes	2,001,035.70	1,241,924.32	982,628.35	22,467,555.70	22,507,314.52	22,517,440.88
* OPERATING MARGIN *	9,007,787.19	6,554,702.11	5,676,873.43	113,646,870.11	113,919,580.17	114,231,360.30
PRODUCTION EXPENSES						
813 Other Gas Supply Expenses	29,580.34	21,802.40	26,205.50	334,252.18	331,119.71	336,614.69
DISTRIBUTION EXPENSES						
Operation						
870 Oper., Supervision & Engineering	177,140.82	173,028.80	185,955.99	3,346,876.85	3,362,605.75	3,381,764.76
871 Distribution Load Dispatching	16,699.83	15,924.68	16,498.20	208,655.83	210,186.62	210,235.41
872 Compressor Station	8,100.15	12,005.03	6,910.51	86,256.98	92,318.44	93,956.66
874 Mains & Services Exp.	290,394.72	282,548.31	220,271.26	3,423,956.17	3,417,673.64	3,332,736.33
875 Meas. & Reg. Stat. Exp.-Gen.	65,557.25	27,576.33	49,494.55	721,074.14	699,256.32	689,472.67
876 Meas. & Reg. Stat. Exp.-Ind.	51,148.72	44,560.79	49,257.38	448,214.43	432,507.89	453,010.70
878 Meter & House Regulator Exp.	(27,907.82)	18,717.80	4,848.23	30,446.86	72,705.59	13,473.01
879 Customer Installations Exp.	30,927.49	25,005.29	28,730.03	405,933.97	398,874.10	391,154.71
880 Other Exp.	505,969.20	333,352.62	428,039.14	5,567,683.22	5,575,883.49	5,618,978.30
881 Rents	10,356.97	7,528.10	7,665.01	142,194.08	136,862.62	138,568.62
882 Transportation Exp.	-	-	-	-	-	-
Subtotal Operations	1,128,387.33	940,247.75	997,670.30	14,381,292.53	14,398,874.46	14,323,351.17
Maintenance						
885 Supervision & Engineering	88,849.92	95,346.35	100,834.02	1,134,434.91	1,143,217.23	1,150,760.38
886 Structures & Improvements	126.78	-	-	10,023.90	9,261.23	9,261.23
887 Mains	159,764.07	175,226.82	141,581.38	2,176,502.60	2,172,643.43	2,131,186.06
8880 Compressor Station	18,146.76	13,386.56	36,835.00	116,628.67	128,880.07	136,594.64
889 Meas. & Reg. Equip.-Gen.	20,528.50	23,978.60	7,707.55	269,720.09	279,243.66	269,291.18
890 Meas. & Reg. Equip.-Ind.	9,577.97	12,268.74	5,046.67	149,537.04	154,392.49	151,599.11
892 Services	86,179.52	97,575.30	107,791.24	1,036,938.71	1,010,236.65	1,012,522.13
893 Meters & House Regulators	57,118.47	65,301.92	87,631.20	649,795.45	659,773.51	705,120.97
894 Other Equipment	120,052.34	107,511.51	125,771.08	1,535,028.74	1,555,390.47	1,571,807.31
Subtotal Maintenance	560,344.33	590,595.80	613,198.14	7,078,610.11	7,113,038.74	7,138,143.01
TOTAL DISTRIBUTION EXPENSES	1,688,731.66	1,530,843.55	1,610,868.44	21,459,902.64	21,511,913.20	21,461,494.18

STATE ALLOCATION OF INCOME & EXPENSES	Month Ended			12 MONTH Ended		
	April-21	May-21	June-21	MAY 1, 2020 THROUGH APRIL 30, 2021	JUNE 1, 2020 THROUGH MAY 31, 2021	JULY 1, 2020 THROUGH JUNE 30, 2021
CUSTOMER ACCOUNTS EXPENSES						
901 Supervision	9,055.88	8,648.42	9,142.90	110,375.15	110,857.74	111,445.82
902 Meter Reading Exp.	45,403.07	38,010.66	43,191.00	584,962.24	565,863.98	564,041.15
903 Cust. Records & Collection Exp.	332,516.70	332,943.49	327,473.51	3,996,649.93	4,034,531.22	4,007,642.25
904 Uncollectible Accounts	(21,065.17)	70,181.40	233,002.76	1,024,155.17	1,099,712.99	1,308,116.59
905 Misc. Exp.	-	-	-	1,443.45	1,443.45	1,443.45
TOTAL CUSTOMER ACCOUNTS EXP.	365,910.48	449,783.97	612,810.17	5,717,585.94	5,812,409.38	5,992,689.26
CUSTOMER SERVICE AND INFORMATIONAL EXPENSES						
907 Supervision	-	-	-	-	-	-
908 Cust. Assistance Exp.	414,733.94	279,216.48	181,753.77	6,143,848.60	6,142,023.44	6,087,255.15
909 Info. & Instr. Advertising Exp.	21,514.84	6,599.40	8,532.55	71,417.69	75,049.11	83,002.45
910 Misc. Cust. Serv. & Info. Exp.	12,051.91	11,534.92	12,180.00	149,106.31	149,414.65	149,833.48
TOTAL CUST. SRVC. & INFO. EXPENSES	448,300.69	297,350.80	202,466.32	6,364,372.60	6,366,487.20	6,320,091.08
SALES EXPENSES						
911 Supervision	-	-	-	-	-	-
912 Demonstrating & Selling	1,893.78	1,781.70	1,867.17	24,024.98	23,898.50	23,958.51
913 Advertising	1,628.86	-	-	1,628.86	1,628.86	1,628.86
916 Misc. Sales Exp.	-	-	-	-	-	-
TOTAL SALES EXPENSES	3,522.64	1,781.70	1,867.17	25,653.84	25,527.36	25,587.37
ADMINISTRATIVE AND GENERAL EXPENSES						
920 Admin. & General Salaries	621,845.13	609,551.63	912,644.35	7,829,006.71	7,889,726.15	8,154,139.60
921 Office Supplies & Exp.	515,837.23	242,264.43	(483,066.92)	4,077,417.19	4,190,654.28	3,494,911.93
923 Outside Services Employed	66,328.91	33,030.11	40,740.32	576,251.11	550,085.26	567,793.32
924 Property Insurance	6,200.79	6,200.79	6,200.80	71,334.22	71,730.21	72,126.21
925 Injuries & Damages	152,413.00	128,066.88	80,842.72	1,281,964.99	1,309,253.31	1,372,694.34
926 Employee Pensions & Benefits	357,937.95	344,728.54	448,664.54	4,400,871.12	4,379,394.71	4,527,525.35
928 Regulatory Commission Exp.	207,312.70	-	15,553.00	554,305.69	535,845.19	534,389.69
930.1 General Advertising Exp.	394.75	688.20	125,140.25	136,050.47	136,123.26	260,399.54
930.2 Misc. General Exp.	23,691.99	32,455.02	26,237.34	610,174.36	590,431.49	575,629.81
931 Rents	93,365.84	93,630.93	92,671.25	1,060,812.49	1,066,703.01	1,072,350.31
932 Maintenance of General Plant	3,602.95	7,700.73	3,852.98	67,616.75	70,010.76	72,112.18
	2,048,931.24	1,498,317.26	1,269,480.63	20,665,805.10	20,789,957.63	20,704,072.28
922 Capitalized Exp.	-	-	-	-	-	-
TOTAL ADM. & GEN. EXPENSES	2,048,931.24	1,498,317.26	1,269,480.63	20,665,805.10	20,789,957.63	20,704,072.28
TOTAL O&M EXPENSES (Excluding Gas Cost and	4,584,977.05	3,799,879.68	3,723,698.23	54,567,572.30	54,837,414.48	54,840,548.86
DEPRECIATION AND AMORTIZATION						
403 Depreciation Expense	2,318,338.61	2,368,099.72	2,340,437.27	27,306,357.08	27,477,997.26	27,619,740.87
Propane Air Plant	-	-	-	-	-	-
Telemetry	-	-	-	-	-	-
Meters & Regulators	-	-	-	-	-	-
Central Stores Warehouse	-	-	-	-	-	-
General Office	-	-	-	-	-	-
407.1 Amortization of Property Losses	-	-	-	-	-	-
TOTAL DEPRECIATION AND AMORTIZATION	2,318,338.61	2,368,099.72	2,340,437.27	27,306,357.08	27,477,997.26	27,619,740.87
407.3 Regulatory Debts	-	-	-	-	-	-
TAXES OTHER THAN INCOME TAXES						
408.1 Property, Payroll and Misc. Taxes	336,510.75	385,864.40	412,992.37	4,786,135.58	4,753,509.95	4,803,875.81
INCOME TAXES - OPERATING						
409.1 Federal Inc Taxes, Util Oper Inc	308,689.91	(431,500.22)	(1,242,845.36)	5,807,090.29	5,609,626.01	5,150,775.34
409.1 State Income Taxes, Util Oper Inc	-	-	-	-	-	-
410.1 Provision For Defer'd Fed Inc Tax	140,603.85	215,048.43	882,431.46	9,350,994.33	9,301,524.45	9,617,898.49
410.1 Provis'n For Defer'd State Inc Tax	-	-	-	-	-	-
411.1 Prov For Deferred Inc Tax - Credit	(478,592.14)	(192,772.25)	(229,779.51)	(13,855,397.77)	(13,653,680.73)	(13,473,376.07)
411.4 Investment Tax Credit Adjustments	(2,697.62)	(2,697.62)	(2,697.62)	(32,315.36)	(32,322.37)	(32,329.38)
TOTAL INCOME TAXES - OPERATING	(31,996.00)	(411,921.66)	(592,891.03)	1,270,371.49	1,225,147.36	1,262,968.38
* TOTAL OPERATING EXPENSES *	7,207,830.41	6,141,922.14	5,884,236.84	87,930,436.45	88,294,069.05	88,527,133.92
* TOTAL OPERATING INCOME *	1,799,956.78	412,779.97	(207,363.41)	25,716,433.66	25,625,511.12	25,704,226.38