

CASCADE NATURAL GAS CORPORATION
Washington Statement of Operations
QUARTERLY STATISTICAL INFORMATION

THERM SALES

	Monthly			12 Months Ending		
	July 2021	August 2021	September 2021	July 2021	August 2021	September 2021
Residential	3,947,018	2,735,369	3,997,896	125,659,199	125,157,296	125,645,997
Commercial	4,017,697	3,042,155	4,028,614	97,519,464	96,741,874	96,753,262
Industrial Firm	756,419	781,119	877,970	15,474,915	15,459,952	15,375,358
Core Interruptible	88,811	103,033	127,498	2,079,458	2,081,991	2,114,930
Noncore	85,485,531	86,566,315	85,269,585	892,213,835	901,153,307	903,246,628
TOTAL WASHINGTON	94,295,476	93,227,991	94,301,563	1,132,946,871	1,140,594,420	1,143,136,175

	AVERAGE CUSTOMERS		
	July 2021	August 2021	September 2021
Residential	198,308	198,481	198,865
Commercial	27,107	27,100	27,095
Industrial Firm	502	503	504
Core Interruptible	7	7	7
Noncore	205	205	205
TOTAL WASHINGTON	226,129	226,296	226,676

Cascade Natural Gas Corporation
State of Washington
Statement of Operations and Rate of Return
Month and Twelve Months Ended 7/31/2021

	Month	Twelve Months
OPERATING REVENUES		
Natural Gas Sales	9,096,460	244,207,738
Transportation Revenue	2,259,482	26,473,740
Other Operating Revenue	(92,489)	382,250
	<u>11,263,452</u>	<u>271,063,727</u>
Less: Natural Gas & Production Costs	4,909,803	133,883,659
Revenue Taxes	873,800	22,491,487
OPERATING MARGIN	<u>5,479,850</u>	<u>114,688,581</u>
OPERATING EXPENSES		
Production	150,202	452,581
Distribution	1,743,549	20,274,912
Customer Accounts	311,488	5,924,331
Customer Service & Informational	250,003	6,337,926
Sales	1,909	25,607
Administrative & General	1,721,202	20,942,489
Depreciation & Amortization	2,353,166	27,758,034
Property, Payroll & Misc. Taxes	416,865	4,936,994
Federal Income Taxes	(724,246)	1,510,856
Total Operating Expenses	<u>6,224,140</u>	<u>88,163,731</u>
NET OPERATING INCOME	<u>(744,290)</u>	<u>26,524,851</u>
RATE BASE	<u>483,841,653</u>	<u>462,133,210</u>
RATE OF RETURN	<u>-0.15%</u>	<u>5.74%</u>

SCHEDULE OF RATE BASE

Utility Plant In Service	968,632,081	939,002,655
Accumulated Depreciation	(422,473,573)	(413,970,826)
Net Utility Plant	546,158,508	525,031,829
Other:		
Contributions in Aid of Construction	-	-
Customer Advances for Construction	(2,922,360)	(3,025,672)
Accumulated Deferred Income Taxes	(77,376,323)	(77,262,427)
Deferred Debits	-	-
Subtotal	<u>465,859,825</u>	<u>444,743,730</u>
Working Capital	17,981,828	17,389,480
TOTAL RATE BASE	<u>483,841,653</u>	<u>462,133,210</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 8/31/2021

	Month	Twelve Months
OPERATING REVENUES		
Natural Gas Sales	7,771,054	244,497,809
Transportation Revenue	2,322,590	26,654,006
Other Operating Revenue	(97,097)	329,122
	9,996,546	271,480,936
Less: Natural Gas & Production Costs	3,707,808	133,251,885
Revenue Taxes	776,237	22,460,822
OPERATING MARGIN	5,512,500	115,768,230
OPERATING EXPENSES		
Production	21,855	451,553
Distribution	1,874,124	20,433,051
Customer Accounts	463,921	6,025,119
Customer Service & Informational	183,094	6,300,786
Sales	1,984	25,457
Administrative & General	1,565,939	21,129,591
Depreciation & Amortization	2,360,697	27,893,205
Property, Payroll & Misc. Taxes	639,273	5,065,417
Federal Income Taxes	(756,110)	1,604,492
Total Operating Expenses	6,354,777	88,928,671
NET OPERATING INCOME	(842,276)	26,839,559
RATE BASE	484,660,278	467,571,289
RATE OF RETURN	-0.17%	5.74%

SCHEDULE OF RATE BASE

Utility Plant In Service	971,108,123	945,496,993
Accumulated Depreciation	(424,559,347)	(415,521,405)
Net Utility Plant	546,548,776	529,975,588
Other:		
Contributions in Aid of Construction	-	-
Customer Advances for Construction	(2,922,360)	(3,014,925)
Accumulated Deferred Income Taxes	(77,360,200)	(77,286,409)
Deferred Debits	-	-
Subtotal	466,266,216	449,674,254
Working Capital	18,394,062	17,897,035
TOTAL RATE BASE	484,660,278	467,571,289

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 9/30/2021

	Month	Twelve Months
OPERATING REVENUES		
Natural Gas Sales	9,682,649	244,842,675
Transportation Revenue	2,397,454	26,786,689
Other Operating Revenue	(96,626)	206,119
	<u>11,983,476</u>	<u>271,835,483</u>
Less: Natural Gas & Production Costs	5,031,467	133,599,712
Revenue Taxes	891,632	22,492,183
OPERATING MARGIN	<u>6,060,378</u>	<u>115,743,588</u>
OPERATING EXPENSES		
Production	30,781	460,766
Distribution	1,724,110	20,651,570
Customer Accounts	339,045	5,740,170
Customer Service & Informational	241,170	6,298,428
Sales	1,884	25,241
Administrative & General	1,632,531	21,012,549
Depreciation & Amortization	2,370,321	28,030,389
Property, Payroll & Misc. Taxes	432,595	5,087,982
Federal Income Taxes	(570,877)	1,504,921
Total Operating Expenses	<u>6,201,558</u>	<u>88,812,017</u>
NET OPERATING INCOME	<u>(141,181)</u>	<u>26,931,572</u>
RATE BASE	<u>486,703,423</u>	<u>472,946,204</u>
RATE OF RETURN	<u>-0.03%</u>	<u>5.69%</u>

SCHEDULE OF RATE BASE

Utility Plant In Service	974,684,039	951,881,685
Accumulated Depreciation	(426,531,539)	(417,070,480)
Net Utility Plant	548,152,501	534,811,205
Other:		
Contributions in Aid of Construction	-	-
Customer Advances for Construction	(2,914,463)	(3,004,185)
Accumulated Deferred Income Taxes	(77,344,077)	(77,313,263)
Deferred Debits	-	-
Subtotal	<u>467,893,961</u>	<u>454,493,757</u>
Working Capital	18,809,462	18,452,447
TOTAL RATE BASE	<u>486,703,423</u>	<u>472,946,204</u>

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

Cascade Natural Gas Corporation
Washington Statement of Operations
Quarter Ending: 9/30/2021

STATE ALLOCATION OF INCOME & EXPENSES	Month Ended			12 MONTH Ended		
	July-21	August-21	September-21	Aug 1, 2020 THROUGH July 31, 2021	Sept 1, 2020 THROUGH Aug 31, 2021	Oct 1, 2020 THROUGH Sept 30, 2021
GAS SALES						
480 Residential Sales	4,558,752.61	3,804,584.35	4,855,480.07	136,433,785.44	136,713,213.73	137,024,937.55
481 Commercial - Interruptible Sales	4,537,707.00	3,966,469.16	4,827,168.50	107,773,952.54	107,784,594.94	107,817,737.77
TOTAL GAS SALES	9,096,459.61	7,771,053.51	9,682,648.57	244,207,737.98	244,497,808.67	244,842,675.32
OTHER OPERATING REVENUE						
4880 Miscellaneous Service Revenues	9,601.40	25,489.02	8,827.34	159,034.16	171,651.31	175,625.64
4890 Rev. From Transp. of Gas of Others	2,259,481.54	2,322,589.57	2,397,453.96	26,473,739.98	26,654,005.60	26,786,688.73
4930 Rent From Gas Property	-	-	-	-	-	-
4940 Interdepartmental Rents	6,720.63	6,720.63	6,720.63	84,558.16	83,776.04	82,993.92
4950 Other Gas Revenue	6,480.81	4,170.32	2,305.27	52,978.63	30,655.95	(60,266.95)
495.1 Overrun Penalty Income	-	-	-	-	-	-
4962 Provision for Rate Refund	(115,291.65)	(133,477.38)	(114,479.56)	85,678.56	43,038.23	7,766.33
TOTAL OTHER OPERATING REVENUE	2,166,992.73	2,225,492.16	2,300,827.64	26,855,989.49	26,983,127.13	26,992,807.67
* TOTAL OPERATING REVENUE *	11,263,452.34	9,996,545.67	11,983,476.21	271,063,727.47	271,480,935.80	271,835,482.99
NATURAL GAS PURCHASED						
804 Natural Gas City Gate Purchases	7,313,081.23	8,335,600.61	10,335,207.95	119,351,113.69	121,792,232.01	125,992,832.72
805 Other Gas Purchases	-	-	-	-	-	-
805.1 Purchased Gas Cost Adjustments	(1,179,687.24)	(2,991,876.52)	(2,678,806.64)	17,006,095.92	14,991,243.69	13,238,788.43
808.1 Gas Withdrawn From Storage	-	-	-	3,961,776.05	3,961,776.05	3,961,776.05
808.2 Gas Delivered To Storage	(1,215,051.28)	(1,626,084.34)	(2,620,008.61)	(6,322,606.31)	(7,378,453.98)	(9,481,808.83)
812 Gas Used For Other Utility Oper.	(8,540.13)	(9,831.27)	(4,926.11)	(112,720.06)	(114,913.20)	(111,876.59)
TOTAL NATURAL GAS PURCHASED	4,909,802.58	3,707,808.48	5,031,466.59	133,883,659.29	133,251,884.57	133,599,711.78
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	873,800.09	776,236.92	891,631.78	22,491,486.80	22,460,821.61	22,492,182.78
* OPERATING MARGIN *	5,479,849.67	5,512,500.27	6,060,377.84	114,688,581.38	115,768,229.62	115,743,588.43
PRODUCTION EXPENSES						
813 Other Gas Supply Expenses	150,202.49	21,854.59	30,780.81	452,581.39	451,553.05	460,765.93
DISTRIBUTION EXPENSES						
Operation						
870 Oper., Supervision & Engineering	113,336.11	227,026.83	188,114.96	2,136,118.19	2,202,972.83	2,210,306.64
871 Distribution Load Dispatching	19,883.69	15,548.16	16,358.61	212,532.57	211,998.29	210,177.66
872 Compressor Station	8,494.26	8,266.81	7,178.29	96,804.52	96,493.05	95,550.85
874 Mains & Services Exp.	267,073.10	345,043.41	299,885.81	3,197,357.35	3,204,984.62	3,228,078.80
875 Meas. & Reg. Stat. Exp.-Gen.	48,724.54	62,522.18	50,657.23	680,237.27	693,541.39	698,238.73
876 Meas. & Reg. Stat. Exp.-Ind.	37,993.51	62,241.64	35,655.27	447,951.31	484,669.37	489,722.80
878 Meter & House Regulator Exp.	(3,964.28)	3,082.01	(18,423.24)	177,550.60	146,275.90	85,289.22
879 Customer Installations Exp.	21,151.71	29,691.19	27,878.50	370,400.87	370,010.43	358,189.39
880 Other Exp.	500,779.25	410,633.17	444,420.12	5,668,020.61	5,619,910.64	5,686,176.39
881 Rents	19,956.90	24,788.99	7,590.94	150,860.61	169,222.06	153,712.70
882 Transportation Exp.	-	-	-	-	-	-
Subtotal Operations	1,033,428.79	1,188,844.39	1,059,316.49	13,137,833.90	13,200,078.58	13,215,443.18
Maintenance						
885 Supervision & Engineering	102,914.13	102,287.01	99,408.74	1,153,269.35	1,165,761.23	1,170,876.29
886 Structures & Improvements	-	-	-	9,261.23	9,261.23	9,261.23
887 Mains	209,015.16	187,989.88	150,933.66	2,038,771.55	2,032,844.07	2,120,719.13
8880 Compressor Station	20,333.62	12,823.17	6,381.13	148,151.11	151,133.38	151,711.24
889 Meas. & Reg. Equip.-Gen.	20,958.83	44,448.71	82,121.13	270,784.16	295,942.27	361,536.30
890 Meas. & Reg. Equip.-Ind.	20,529.18	13,668.87	9,193.71	164,627.69	176,327.71	176,722.82
892 Services	105,391.04	98,402.14	92,358.16	1,003,884.47	1,023,907.24	1,024,118.94
893 Meters & House Regulators	102,895.74	101,369.26	96,677.70	766,069.87	816,998.29	860,860.71
894 Other Equipment	128,082.98	124,290.87	127,718.94	1,582,259.14	1,560,796.61	1,560,320.49
Subtotal Maintenance	710,120.68	685,279.91	664,793.17	7,137,078.57	7,232,972.03	7,436,127.15
TOTAL DISTRIBUTION EXPENSES	1,743,549.47	1,874,124.30	1,724,109.66	20,274,912.47	20,433,050.61	20,651,570.33

STATE ALLOCATION OF INCOME & EXPENSES	Month Ended			12 MONTH Ended		
	July-21	August-21	September-21	Aug 1, 2020 THROUGH July 31, 2021	Sept 1, 2020 THROUGH Aug 31, 2021	Oct 1, 2020 THROUGH Sept 30, 2021
CUSTOMER ACCOUNTS EXPENSES						
901 Supervision	9,135.69	9,222.33	8,976.46	111,296.82	112,054.95	111,609.67
902 Meter Reading Exp.	37,894.01	48,376.02	38,889.32	554,052.44	542,295.78	537,684.49
903 Cust. Records & Collection Exp.	317,811.23	340,929.02	323,371.99	4,002,926.79	4,042,643.78	4,032,373.76
904 Uncollectible Accounts	(53,352.59)	65,393.65	(32,193.13)	1,254,611.55	1,326,681.52	1,057,058.73
905 Misc. Exp.	-	-	-	1,443.45	1,443.45	1,443.45
TOTAL CUSTOMER ACCOUNTS EXP.	311,488.34	463,921.02	339,044.64	5,924,331.05	6,025,119.48	5,740,170.10
CUSTOMER SERVICE AND INFORMATIONAL EXPENSES						
907 Supervision	-	-	-	-	-	-
908 Cust. Assistance Exp.	236,680.88	167,117.14	228,126.41	6,112,234.23	6,072,361.39	6,072,848.20
909 Info. & Instr. Advertising Exp.	889.08	3,033.26	1,067.74	76,329.08	77,752.81	75,793.88
910 Misc. Cust. Serv. & Info. Exp.	12,433.29	12,944.05	11,975.64	149,362.25	150,671.50	149,786.22
TOTAL CUST. SRVC. & INFO. EXPENSES	250,003.25	183,094.45	241,169.79	6,337,925.56	6,300,785.70	6,298,428.30
SALES EXPENSES						
911 Supervision	-	-	-	-	-	-
912 Demonstrating & Selling	1,909.39	1,983.54	1,883.71	23,978.55	23,828.25	23,612.31
913 Advertising	-	-	-	1,628.86	1,628.86	1,628.86
916 Misc. Sales Exp.	-	-	-	-	-	-
TOTAL SALES EXPENSES	1,909.39	1,983.54	1,883.71	25,607.41	25,457.11	25,241.17
ADMINISTRATIVE AND GENERAL EXPENSES						
920 Admin. & General Salaries	646,291.00	658,433.10	652,912.07	8,174,686.63	8,277,515.93	8,125,361.28
921 Office Supplies & Exp.	423,168.88	222,207.54	325,460.69	3,699,314.98	3,706,151.24	3,807,821.47
923 Outside Services Employed	44,890.76	39,349.59	49,364.69	564,166.28	562,389.71	562,225.46
924 Property Insurance	6,200.79	6,036.54	6,036.54	72,522.20	72,753.94	72,985.68
925 Injuries & Damages	111,378.38	123,298.98	115,554.76	1,440,362.65	1,467,909.29	1,461,697.00
926 Employee Pensions & Benefits	364,220.80	389,295.89	371,771.08	4,495,762.10	4,543,392.21	4,515,402.67
928 Regulatory Commission Exp.	-	768.50	-	503,839.44	499,020.69	492,235.19
930.1 General Advertising Exp.	363.07	750.14	3,811.28	259,301.12	257,200.09	260,513.21
930.2 Misc. General Exp.	25,988.69	26,361.06	13,757.67	579,907.76	581,940.47	559,924.73
931 Rents	92,482.98	94,223.47	92,926.51	1,076,796.72	1,084,326.35	1,088,077.52
932 Maintenance of General Plant	6,217.13	5,214.47	935.23	75,829.05	76,990.84	66,305.27
	1,721,202.48	1,565,939.28	1,632,530.52	20,942,488.93	21,129,590.76	21,012,549.48
922 Capitalized Exp.	-	-	-	-	-	-
TOTAL ADM. & GEN. EXPENSES	1,721,202.48	1,565,939.28	1,632,530.52	20,942,488.93	21,129,590.76	21,012,549.48
TOTAL O&M EXPENSES (Excluding Gas Cost and	4,178,355.42	4,110,917.18	3,969,519.13	53,957,846.81	54,365,556.71	54,188,725.31
DEPRECIATION AND AMORTIZATION						
403 Depreciation Expense	2,353,165.53	2,360,696.92	2,370,320.85	27,758,033.65	27,893,205.36	28,030,389.15
Propane Air Plant	-	-	-	-	-	-
Telemetry	-	-	-	-	-	-
Meters & Regulators	-	-	-	-	-	-
Central Stores Warehouse	-	-	-	-	-	-
General Office	-	-	-	-	-	-
407.1 Amortization of Property Losses	-	-	-	-	-	-
TOTAL DEPRECIATION AND AMORTIZATION	2,353,165.53	2,360,696.92	2,370,320.85	27,758,033.65	27,893,205.36	28,030,389.15
407.3 Regulatory Debits	-	-	-	-	-	-
TAXES OTHER THAN INCOME TAXES						
408.1 Property, Payroll and Misc. Taxes	416,864.81	639,272.57	432,595.00	4,936,994.35	5,065,417.10	5,087,981.58
INCOME TAXES - OPERATING						
409.1 Federal Inc Taxes, Util Oper Inc	(881,273.05)	(1,384,702.31)	(1,026,460.57)	6,205,316.09	5,946,971.47	5,314,719.01
409.1 State Income Taxes, Util Oper Inc	-	-	-	-	-	-
410.1 Provision For Defer'd Fed Inc Tax	459,505.58	902,462.94	991,134.32	8,918,211.35	9,335,737.97	7,543,033.44
410.1 Provis'n For Defer'd State Inc Tax	-	-	-	-	-	-
411.1 Prov For Deferred Inc Tax - Credit	(299,780.70)	(271,172.94)	(532,852.67)	(13,580,335.33)	(13,645,874.50)	(11,320,481.44)
411.4 Investment Tax Credit Adjustments	(2,697.62)	(2,697.62)	(2,697.62)	(32,336.39)	(32,343.40)	(32,350.41)
TOTAL INCOME TAXES - OPERATING	(724,245.79)	(756,109.93)	(570,876.54)	1,510,855.72	1,604,491.54	1,504,920.60
* TOTAL OPERATING EXPENSES *	6,224,139.97	6,354,776.74	6,201,558.44	88,163,730.53	88,928,670.71	88,812,016.64
* TOTAL OPERATING INCOME *	(744,290.30)	(842,276.47)	(141,180.60)	26,524,850.85	26,839,558.91	26,931,571.79