

**Exh. KMH-2
Docket UG-200568
Witness: Kristen M. Hillstead**

**BEFORE THE WASHINGTON STATE
UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

**CASCADE NATURAL GAS
CORPORATION,**

Respondent.

DOCKET UG-200568

**EXHIBIT TO
TESTIMONY OF**

Kristen M. Hillstead

**STAFF OF
WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION**

ROO (Results of Operations) Summary Sheet

November 19, 2020

Cascade Natural Gas
Results of Operations Summary Sheet
Twelve Months Ended December 31, 2019

	12/31/2019 Results Per Company Filing	Summary of Adjustments	Test Year Adjusted Total	Requested Revenue Increase	Adjusted Results After Proposed Revenues
SUMMARY SHEET	(1)	(2)	(3)	(4)	(5)
Operating Revenues					
1 Natural Gas Sales	221,481,600	12,932,807	234,414,407	(508,968)	233,905,439
2 Gas Transportation Revenue	24,094,628	0	24,094,628		24,094,628
3 Other Operating Revenues	1,748,762	0	1,748,762		1,748,762
4 REVENUES	<u>247,324,989</u>	<u>12,932,807</u>	<u>260,257,796</u>	<u>(508,968)</u>	<u>259,748,829</u>
Operating Expenses					
5 Nat. Gas/Production Costs	125,165,839	0	125,165,839		125,165,839
6 Revenue Taxes	20,632,283	524,037	21,156,320	(20,623)	21,135,697
7 Production	320,028	4,883	324,911		324,911
8 Distribution	20,414,280	1,279,489	21,693,769		21,693,769
9 Customer Accounts	5,854,251	143,763	5,998,014	(2,046)	5,995,968
10 Customer Service	7,311,469	16,598	7,328,067		7,328,067
11 Sales	5,409	(1,897)	3,512		3,512
12 Administrative and General	18,950,113	(1,038,195)	17,911,918		17,911,918
13 Depreciation & Amortization	24,915,118	2,022,059	26,937,176		26,937,176
14 Regulatory Debits		0	0		0
15 Taxes Other Than Income	4,176,015	131,598	4,307,612		4,307,612
16 State & Federal Income Taxes	(1,224,200)	2,370,911	1,146,711	(102,123)	1,044,589
17 Total Operating Expenses	<u>226,520,605</u>	<u>5,453,245</u>	<u>231,973,850</u>	<u>(124,792)</u>	<u>231,849,058</u>
18 Net Operating Income	<u>20,804,385</u>	<u>7,479,561</u>	<u>28,283,946</u>	<u>(384,176)</u>	<u>27,899,770</u>
Rate Base					
19 Total Plant in Service	835,867,891	37,938,093	873,805,984		873,805,984
20 Total Accumulated Depreciation	(389,781,048)	(7,493,890)	(397,274,938)		(397,274,938)
21 Customer Adv. For Construction	(3,800,413)	44,862	(3,755,551)		(3,755,551)
22 Deferred Accumulated Income Taxes	(75,625,050)	(2,063,263)	(77,688,313)		(77,688,313)
23 Working Capital Allowance	7,565,011	0	7,565,011		7,565,011
24 TOTAL RATE BASE	<u>374,226,392</u>	<u>28,425,801</u>	<u>402,652,193</u>	<u>0</u>	<u>402,652,193</u>
25 Rate of Return	5.56%		7.02%		6.93%