

Exhibit No. ___T (KJB-22)
Docket No. UG-060256
Witness: Katherine J. Barnard

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

**CASCADE NATURAL GAS
CORPORATION**

Complainant,

v.

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION**

Respondent.

DOCKET NO. UG-060256

EXHIBIT TO REBUTTAL TESTIMONY OF

Katherine J Barnard

**STAFF OF
Cascade Natural Gas Corporation**

(Revised Proforma Mainframe Upgrade)

September 12, 2006

Cascade Natural Gas Corporation REVISED PROFORMA ADJUSTMENT FOR MAINFRAME UPGRADE State of Washington				
Line		Original	Correcting	Revised
No.	Description	Adjustment	Entry	Adjustment
(a)	(b)	(c)	(d)	(e)
1	Proforma Depreciation Expense Adjustment	\$ 24,621	\$ (12,418)	\$ 12,203
2	Proforma Property Tax Adjustment	\$ 2,795	\$ (1,410)	\$ 1,385
3	Proforma License and Maintenance Fees	\$ 69,919	\$ (925)	\$ 68,994

Cascade Natural Gas Corporation				
CALCULATION OF OFFSETTING EXPENSE REDUCTIONS FOR MAINFRAME UPGRADE				
State of Washington				
Line		Total	WA	WA
No.	Description	Costs	Allocation	Amount
(a)	(b)	(c)	(d)	(e)
1	Removal of original cost of Existing Hardware	\$ (155,849)		
2	Weighted Depreciation Rate	10.34%		
3	Proforma Annual Depreciation Expense for Existing CIS	\$ (16,115)	77.06%	\$ (12,418) 1/
4	Estimated Property Tax Rate	1.17%		
5	Proforma Property Tax Expenses	(1,829)	77.06%	\$ (1,410) 1/
6	Remove Annual Maintenance for Existing Hardware	(1,200)	77.06%	\$ (925) 1/

1/ Source: Company Response to WUTC Data Request 131

Cascade Natural Gas Corporation				
PROFORMA ADJUSTMENT FOR MAINFRAME UPGRADE AS ORIGINALLY FILED				
State of Washington				
Line No.	Description	Total Costs	WA Allocation	
(a)	(b)	(c)	(d)	
			WA Amount	
			(e)	
1	Direct Costs of Hardware	\$ 309,000	77.06%	\$ 238,115
2	Weighted Depreciation Rate	10.34%		
3	Proforma Annual Depreciation Expense	\$ 31,951	77.06%	\$ 24,621 1/
4	Estimated Property Tax Rate	1.17%		
5	Proforma Property Tax Expenses	3,627	77.06%	\$ 2,795 2/
6	Incremental Software License Fees & Annual Maintenance Costs	\$ 90,733	77.06%	\$ 69,919 3/
7	Rate Base:			
8	System Costs	\$ 309,000	77.06%	\$ 238,115
9	Accumulated Depreciation	\$ (15,975)	77.06%	\$ (12,311)
10	Accumulated Deferred Tax	\$ (29,849)	77.06%	\$ (23,002)
11	Proforma Rate Base Adjustment	\$ 263,175		\$ 202,802 4/

1/ Carried forward to Exhibit ____ (JTS-1), Page xx, Column (x), Line xx
 2/ Carried forward to Exhibit ____ (JTS-1), Page xx, Column (x), Line xx
 3/ Carried forward to Exhibit ____ (JTS-1), Page xx, Column (x), Line xx
 4/ Carried forward to Exhibit ____ (JTS-1), Page xx, Column (x), Line xx