

**Exh. AIW-2
Docket UG-200568
Witness: Amy L. White**

**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**

Amy I. White

**STAFF OF
WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION**

*Staff's Recalculation of MAOP Deferral Amortization,
Adjustment P-4*

November 19, 2020

Cascade Natural Gas
MAOP Deferral Amortization Adjustment P-4
Twelve Months Ended December 31, 2019

Col.	A	B	C	D = C - B
		Cascade	Staff	
		Proposed	Proposed	Difference
Line No.		Per UTC Staff DR No. 127		
1	Operating Revenues			
2	Natural Gas Sales			
3	Gas Transportation Revenue			
4	Other Operating Revenues			
5	REVENUE	\$0	\$0	\$0
6	Operating Expenses			
7	Nat. Gas/Production Costs			
8	Revenue Taxes			
9	Production			
10	Distribution	925,750	800,404	(125,345)
11	Customer Accounts			
12	Customer Service			
13	Sales			
14	Administrative and General			
15	Depreciation & Amortization			
16	Regulatory Debits			
17	Taxes Other Than Income			
18	State & Federal Income Taxes	(194,407)	(168,085)	26,323
19	Total Operating Expenses	731,342	632,320	(99,023)
20	Net Operating Income	(\$731,342)	(\$632,320)	\$99,023
21	Rate Base			
22	Total Plant in Service			
23	Total Accumulated Depreciation			
24	Customer Adv. For Construction			
25	Def. Accumulated Income Taxes			
26	Working Capital Allowance			
27	TOTAL RATE BASE			
28	Revenue Requirement Effect	(\$968,905)	(\$837,716)	\$131,189

AS FILED BY THE COMPANY

AS CALCULATED BY STAFF

Cascade Natural Gas Corporation
 UG 200568
 MCP WP-1.16
 MAOP Deferral Amortization
 Twelve Months Ended December 31, 2019

Cascade Natural Gas Corporation
 UG 200568
 MAOP Deferral Amortization
 Twelve Months Ended December 31, 2019

Col.	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O
										Amortization	Amortization	Amortization	Remaining	Accumulated	
<u>Line</u>										Start Date	End Date	Period	Amort Months	Amortization	Rate Year
<u>No.</u>	A	B			<u>No.</u>	A	B	Years Included				(years) ²	12/31/2019	12/31/19	Amortization
1	2018 Balance	5,197,058			1	12/31/2017 Balance	5,423,017	2016 2017		8/1/2018	7/31/2028	10	223	\$ 768,261	\$ 542,302
2	2019 Actual Deferral	8,015,406			2	2018 deferred spending	5,432,080	2018		3/1/2020	2/28/2030	10	240	\$ -	\$ 543,208
3		<u>0</u>			3	2019 deferred spending	<u>2,571,965</u>	2019		5/1/2021	4/30/2031	10	240	\$ -	\$ 257,197
4	Total Deferral to be amort	13,212,465			4	Total Deferral to be amortized	<u>13,427,062</u>								<u>\$ 1,342,706</u>
5	Amortization Period (years) ¹	<u>9</u>			5	Amortization Period (years) ²									
6	Annual Amortization	<u>\$1,468,052</u>			6	Annual Amortization	\$1,342,706								
7	2019 Actual Amortization	\$542,302			7	2019 Actual Amortization	(\$542,302)								
8					8										
9	2020 Adjustment	\$925,750			9	2020 Adjustment	<u>\$800,404</u>								

¹Remaining period of the program after rate case effective date

²Each year's MAOP investment will have its own subsequent 10-year amortization period with start and finish dates shown above