

Exhibit No. ___ (MPP-2)

Docket No. UG-060256

Witness: Michael P. Parvinen

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

**CASCADE NATURAL GAS
CORPORATION,**

Respondent.

DOCKET NO. UG-060256

ERRATA TO

EXHIBIT TO TESTIMONY OF

MICHAEL P. PARVINEN

**STAFF OF
WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION**

Calculation of Revenue Requirements

September 25, 2006

Cascade Natural Gas Corporation		
CALCULATION OF REVENUE REQUIREMENTS		
State of Washington		
No.	Description	Amount
	(a)	(c)
1	Twelve Months Ended September 30, 2005 Rate Base	\$ 231,460,401
2	Rate of Return	8.33%
3	Total Net Operating Income (Line 1 X Line 2)	\$ 19,278,811
4	Less Adjusted Net Operating Income	18,291,268
5	Increased Net Operating Income Required	\$ 987,543
6	Revenue Sensitive Cost and FIT Factor	0.6313687
7	Increased Revenue Requirement (Line 5 divided by Line 6)	\$ <u>1,564,132</u> ^{1/}
8	Increase From Misc. Service Charges and Fees	\$ 1,885,720
9	Increased Revenue Requirement Assigned to Rate Schedules	\$ <u>(321,588)</u>
10	Increased Percentage Requirement of Margin for all Services other than Special Contracts	-0.49%

^{1/} Carried Forward To Exhibit ____ (MPP-3), Page 1, Line 1, Column (g)