

CASCADE NATURAL GAS CORPORATION

Washington Statement of Operations
 QUARTERLY STATISTICAL INFORMATION

THERM SALES

	Monthly			12 Months Ending		
	October 2020	November 2020	December 2020	October 2020	November 2020	December 2020
Residential	8,247,151	16,943,344	19,322,301	124,000,057	125,039,663	124,568,552
Commercial	7,524,459	10,060,477	14,515,395	107,655,519	103,336,688	101,729,772
Industrial Firm	1,374,749	1,202,769	1,776,301	16,462,819	16,022,049	16,007,056
Core Interruptible	178,840	220,318	244,469	2,119,042	2,108,636	2,098,829
Noncore	70,146,628	62,329,451	75,935,028	834,566,921	832,698,874	823,959,566
TOTAL WASHINGTON	87,471,827	90,756,359	111,793,494	1,084,804,358	1,079,205,910	1,068,363,775

	AVERAGE CUSTOMERS		
	October 2020	November 2020	December 2020
Residential	196,389	196,954	197,405
Commercial	26,789	26,886	26,982
Industrial Firm	503	504	506
Core Interruptible	7	7	7
Noncore	202	204	204
TOTAL WASHINGTON	223,890	224,555	225,104

Cascade Natural Gas Corporation
State of Washington
Statement of Operations and Rate of Return
Month and Twelve Months Ended 10/31/2020

	Month	Twelve Months
OPERATING REVENUES		
Natural Gas Sales	16,990,186	239,440,953
Transportation Revenue	2,181,573	24,859,926
Other Operating Revenue	56,129	531,023
	<u>19,227,888</u>	<u>264,831,902</u>
Less: Natural Gas & Production Costs	9,482,269	136,772,793
Revenue Taxes	1,237,436	22,485,921
OPERATING MARGIN	<u>8,508,184</u>	<u>105,573,187</u>
OPERATING EXPENSES		
Production	28,295	288,102
Distribution	1,734,275	20,204,796
Customer Accounts	461,640	5,639,865
Customer Service & Informational	453,153	6,549,892
Sales	2,014	16,941
Administrative & General	1,679,967	19,099,303
Depreciation & Amortization	2,236,172	26,314,644
Property, Payroll & Misc. Taxes	394,955	4,401,079
Federal Income Taxes	(83,798)	17,427
Total Operating Expenses	<u>6,906,673</u>	<u>82,532,049</u>
NET OPERATING INCOME	<u>1,601,510</u>	<u>23,041,138</u>
RATE BASE	<u>426,253,293</u>	<u>411,073,538</u>
RATE OF RETURN	<u>0.38%</u>	<u>5.61%</u>

SCHEDULE OF RATE BASE

Utility Plant In Service	905,513,243	881,005,748
Accumulated Depreciation	(411,244,807)	(400,920,946)
Net Utility Plant	<u>494,268,436</u>	<u>480,084,802</u>
Other:		
Contributions in Aid of Construction	-	-
Customer Advances for Construction	(3,034,352)	(3,435,171)
Accumulated Deferred Income Taxes	(76,953,499)	(77,122,429)
Deferred Debits	-	-
Subtotal	<u>414,280,585</u>	<u>399,527,202</u>
Working Capital	11,972,709	11,546,336
TOTAL RATE BASE	<u>426,253,293</u>	<u>411,073,538</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 11/30/2020

	Month	Twelve Months
OPERATING REVENUES		
Natural Gas Sales	28,408,921	238,975,887
Transportation Revenue	2,141,127	25,032,111
Other Operating Revenue	92,579	431,672
	<u>30,642,627</u>	<u>264,439,670</u>
Less: Natural Gas & Production Costs	15,861,950	135,064,113
Revenue Taxes	2,107,946	22,339,217
OPERATING MARGIN	<u>12,672,731</u>	<u>107,036,340</u>
OPERATING EXPENSES		
Production	22,088	311,058
Distribution	1,723,148	20,351,603
Customer Accounts	471,304	5,612,391
Customer Service & Informational	743,178	6,473,432
Sales	2,153	18,330
Administrative & General	1,322,420	18,911,627
Depreciation & Amortization	2,228,992	26,407,992
Property, Payroll & Misc. Taxes	383,422	4,419,909
Federal Income Taxes	932,214	431,513
Total Operating Expenses	<u>7,828,919</u>	<u>82,937,856</u>
NET OPERATING INCOME	<u>4,843,812</u>	<u>24,098,484</u>
RATE BASE	<u>436,127,051</u>	<u>415,068,698</u>
RATE OF RETURN	<u>1.11%</u>	<u>5.81%</u>

SCHEDULE OF RATE BASE

Utility Plant In Service	916,169,217	885,717,599
Accumulated Depreciation	(413,023,909)	(402,375,975)
Net Utility Plant	<u>503,145,308</u>	<u>483,341,624</u>
Other:		
Contributions in Aid of Construction	-	-
Customer Advances for Construction	(3,032,534)	(3,377,101)
Accumulated Deferred Income Taxes	(76,893,899)	(77,180,731)
Deferred Debits	-	-
Subtotal	<u>423,218,875</u>	<u>402,783,792</u>
Working Capital	12,908,176	12,284,906
TOTAL RATE BASE	<u>436,127,051</u>	<u>415,068,698</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 12/31/2020

	Month	Twelve Months
OPERATING REVENUES		
Natural Gas Sales	36,318,938	239,620,241
Transportation Revenue	2,270,311	25,108,663
Other Operating Revenue	119,954	783,349
	<u>38,709,203</u>	<u>265,512,254</u>
Less: Natural Gas & Production Costs	20,008,046	134,273,488
Revenue Taxes	3,114,173	22,359,047
OPERATING MARGIN	<u>15,586,984</u>	<u>108,879,719</u>
OPERATING EXPENSES		
Production	27,475	321,353
Distribution	1,930,261	20,522,671
Customer Accounts	770,099	5,675,689
Customer Service & Informational	936,767	6,424,242
Sales	2,334	19,846
Administrative & General	2,303,754	19,311,205
Depreciation & Amortization	2,251,148	26,511,110
Property, Payroll & Misc. Taxes	376,038	4,379,802
Federal Income Taxes	1,354,989	1,029,886
Total Operating Expenses	<u>9,952,865</u>	<u>84,195,804</u>
NET OPERATING INCOME	<u>5,634,119</u>	<u>24,683,915</u>
RATE BASE	<u>475,679,696</u>	<u>420,487,637</u>
RATE OF RETURN	<u>1.18%</u>	<u>5.87%</u>

SCHEDULE OF RATE BASE

Utility Plant In Service	956,665,112	891,929,191
Accumulated Depreciation	(415,169,295)	(403,973,529)
Net Utility Plant	<u>541,495,818</u>	<u>487,955,662</u>
Other:		
Contributions in Aid of Construction	-	-
Customer Advances for Construction	(3,032,534)	(3,317,763)
Accumulated Deferred Income Taxes	(77,533,346)	(77,188,638)
Deferred Debits	-	-
Subtotal	<u>460,929,938</u>	<u>407,449,261</u>
Working Capital	14,749,758	13,038,376
TOTAL RATE BASE	<u>475,679,696</u>	<u>420,487,637</u>

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

STATE ALLOCATION OF INCOME & EXPENSES	Month Ended			12 MONTH Ended		
	October-20	November-20	December-20	NOVEMBER 1, 2019 THROUGH OCTOBER 31, 2020	DECEMBER 1, 2019 THROUGH NOVEMBER 30, 2020	JANUARY 1, 2020 THROUGH DECEMBER 31, 2020
GAS SALES						
480 Residential Sales	8,907,181.28	17,382,999.47	20,826,666.31	128,900,065.13	130,540,224.55	131,409,142.62
481 Commercial - Interruptible Sales	8,083,004.89	11,025,921.22	15,492,271.51	110,540,887.71	108,435,662.55	108,211,098.75
TOTAL GAS SALES	16,990,186.17	28,408,920.69	36,318,937.82	239,440,952.84	238,975,887.10	239,620,241.37
OTHER OPERATING REVENUE						
4880 Miscellaneous Service Revenues	11,416.54	6,868.39	14,000.09	364,748.81	329,555.11	298,635.43
4890 Rev. From Transp. of Gas of Others	2,181,572.67	2,141,127.12	2,270,311.39	24,859,926.09	25,032,111.15	25,108,662.77
4930 Rent From Gas Property	-	-	-	-	-	-
4940 Interdepartmental Rents	7,502.75	7,502.75	7,502.75	96,351.72	93,192.36	90,033.00
4950 Other Gas Revenue	55,954.66	(3,533.09)	(131,931.12)	246,658.59	212,430.92	65,357.40
495.1 Overrun Penalty Income	-	-	-	-	-	-
4962 Provision for Rate Refund	(18,744.87)	81,741.38	230,382.42	(176,736.54)	(203,506.80)	329,323.60
TOTAL OTHER OPERATING REVENUE	2,237,701.75	2,233,706.55	2,390,265.53	25,390,948.67	25,463,782.74	25,892,012.20
* TOTAL OPERATING REVENUE *	19,227,887.92	30,642,627.24	38,709,203.35	264,831,901.51	264,439,669.84	265,512,253.57
NATURAL GAS PURCHASED						
804 Natural Gas City Gate Purchases	7,837,735.71	12,914,147.24	16,534,210.00	115,558,864.67	115,266,727.14	111,720,524.34
805 Other Gas Purchases	-	-	-	-	-	-
805.1 Purchased Gas Cost Adjustments	1,339,119.15	2,844,364.03	3,660,038.59	19,388,461.11	18,889,085.49	22,577,070.40
808.1 Gas Withdrawn From Storage	354,879.89	257,838.10	69,803.48	6,248,215.13	5,480,857.40	4,796,021.60
808.2 Gas Delivered To Storage	(44,372.25)	(148,157.05)	(244,756.87)	(4,335,517.64)	(4,483,674.69)	(4,728,431.56)
812 Gas Used For Other Utility Oper.	(5,093.83)	(6,242.22)	(11,249.30)	(87,230.20)	(88,882.46)	(91,696.79)
TOTAL NATURAL GAS PURCHASED	9,482,268.67	15,861,950.10	20,008,045.90	136,772,793.07	135,064,112.88	134,273,487.99
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	1,237,435.54	2,107,945.65	3,114,173.10	22,485,921.27	22,339,217.17	22,359,046.65
* OPERATING MARGIN *	8,508,183.71	12,672,731.49	15,586,984.35	105,573,187.17	107,036,339.79	108,879,718.93
PRODUCTION EXPENSES						
813 Other Gas Supply Expenses	28,295.47	22,088.05	27,475.05	288,102.19	311,057.58	321,353.10
DISTRIBUTION EXPENSES						
Operation						
870 Oper., Supervision & Engineering	198,884.87	189,040.33	214,279.31	3,243,990.53	3,302,174.77	3,315,945.53
871 Distribution Load Dispatching	18,375.47	18,310.01	20,500.37	217,558.72	213,529.15	207,360.48
872 Compressor Station	8,244.32	7,561.60	7,652.34	71,027.89	77,037.74	81,788.81
874 Mains & Services Exp.	289,769.12	376,738.80	149,328.62	3,523,263.40	3,622,563.18	3,501,445.55
875 Meas. & Reg. Stat. Exp.-Gen.	44,402.17	48,336.45	94,161.92	598,010.48	625,693.86	691,125.65
876 Meas. & Reg. Stat. Exp.-Ind.	45,980.07	30,783.35	39,253.43	362,767.96	382,596.16	418,881.96
878 Meter & House Regulator Exp.	(10,213.75)	(28,555.40)	72,959.64	(340,946.51)	(458,375.65)	(462,473.68)
879 Customer Installations Exp.	31,250.52	33,175.85	32,223.83	510,262.71	493,239.91	462,175.30
880 Other Exp.	451,783.81	437,588.04	692,217.03	5,055,192.28	5,036,251.10	5,269,289.07
881 Rents	6,998.79	22,532.32	11,495.70	139,749.03	158,762.10	146,476.79
882 Transportation Exp.	-	-	-	-	-	-
Subtotal Operations	1,085,475.39	1,135,511.35	1,334,072.19	13,380,876.49	13,453,472.32	13,632,015.46
Maintenance						
885 Supervision & Engineering	97,827.81	97,900.11	112,714.74	1,152,502.96	1,154,263.32	1,154,825.79
886 Structures & Improvements	9,134.45	-	-	11,464.84	11,464.84	11,464.84
887 Mains	262,279.15	231,534.29	158,599.97	1,955,101.10	2,093,797.22	2,106,142.55
8880 Compressor Station	5,301.74	4,271.24	2,540.07	105,025.00	101,293.16	98,005.85
889 Meas. & Reg. Equip.-Gen.	22,403.91	11,792.07	37,831.87	245,290.48	223,588.47	245,324.13
890 Meas. & Reg. Equip.-Ind.	7,234.08	11,265.60	16,603.57	62,944.65	73,505.75	89,172.79
892 Services	71,001.92	51,671.17	44,393.14	1,208,522.17	1,152,458.71	1,090,481.43
893 Meters & House Regulators	54,276.91	51,304.55	48,887.15	698,470.67	673,287.05	633,008.47
894 Other Equipment	119,339.90	127,898.07	174,618.62	1,384,597.37	1,414,472.55	1,462,229.26
Subtotal Maintenance	648,799.87	587,637.10	596,189.13	6,823,919.24	6,898,131.07	6,890,655.11
TOTAL DISTRIBUTION EXPENSES	1,734,275.26	1,723,148.45	1,930,261.32	20,204,795.73	20,351,603.39	20,522,670.57

STATE ALLOCATION OF INCOME & EXPENSES	Month Ended			12 MONTH Ended		
	October-20	November-20	December-20	NOVEMBER 1, 2019 THROUGH OCTOBER 31, 2020	DECEMBER 1, 2019 THROUGH NOVEMBER 30, 2020	JANUARY 1, 2020 THROUGH DECEMBER 31, 2020
CUSTOMER ACCOUNTS EXPENSES						
901 Supervision	10,095.70	9,548.12	11,111.60	111,172.36	111,748.28	111,925.22
902 Meter Reading Exp.	58,587.49	44,297.92	57,326.88	606,189.16	592,421.93	600,978.57
903 Cust. Records & Collection Exp.	406,411.95	321,879.81	352,896.50	3,993,552.62	4,003,693.90	3,977,287.59
904 Uncollectible Accounts	(13,455.21)	95,578.02	347,355.07	829,869.64	805,445.85	984,088.58
905 Misc. Exp.	-	-	1,408.86	99,081.28	99,081.28	1,408.86
TOTAL CUSTOMER ACCOUNTS EXP.	461,639.93	471,303.87	770,098.91	5,639,865.06	5,612,391.24	5,675,688.82
CUSTOMER SERVICE AND INFORMATIONAL EXPENSES						
907 Supervision	-	-	-	-	-	-
908 Cust. Assistance Exp.	438,151.56	716,625.05	907,717.82	6,350,921.24	6,262,214.87	6,215,667.75
909 Info. & Instr. Advertising Exp.	1,478.97	13,644.50	14,173.84	48,252.90	60,496.46	57,370.07
910 Misc. Cust. Serv. & Info. Exp.	13,522.68	12,908.01	14,875.56	150,718.30	150,720.75	151,203.99
TOTAL CUST. SRVC. & INFO. EXPENSES	453,153.21	743,177.56	936,767.22	6,549,892.44	6,473,432.08	6,424,241.81
SALES EXPENSES						
911 Supervision	-	-	-	-	-	-
912 Demonstrating & Selling	2,014.07	2,152.89	2,334.38	16,590.99	17,980.15	19,496.01
913 Advertising	-	-	-	350.00	350.00	350.00
916 Misc. Sales Exp.	-	-	-	-	-	-
TOTAL SALES EXPENSES	2,014.07	2,152.89	2,334.38	16,940.99	18,330.15	19,846.01
ADMINISTRATIVE AND GENERAL EXPENSES						
920 Admin. & General Salaries	706,012.47	534,518.99	912,357.09	7,176,327.26	6,991,313.14	7,214,802.17
921 Office Supplies & Exp.	290,562.67	151,626.13	500,891.27	3,941,595.40	3,737,664.16	3,904,025.79
923 Outside Services Employed	77,340.61	36,443.87	42,557.42	717,067.93	709,911.46	702,006.09
924 Property Insurance	5,804.80	5,851.12	5,851.13	71,865.34	70,807.79	69,750.24
925 Injuries & Damages	103,442.95	132,566.03	103,775.46	1,079,908.49	1,175,216.43	1,169,902.97
926 Employee Pensions & Benefits	361,815.36	333,406.37	427,495.71	4,747,160.95	4,680,708.46	4,475,082.69
928 Regulatory Commission Exp.	14,189.50	3,302.50	37,557.75	100,539.84	101,529.72	135,891.75
930.1 General Advertising Exp.	3,719.73	1,080.82	118,281.04	22,020.87	20,378.07	136,186.23
930.2 Misc. General Exp.	23,262.11	23,764.12	75,062.02	207,488.94	369,296.41	401,435.05
931 Rents	87,221.91	87,754.56	74,374.56	1,054,208.17	1,051,799.79	1,037,285.11
932 Maintenance of General Plant	6,594.71	12,105.06	5,550.99	55,186.66	61,084.69	64,837.39
	1,679,966.82	1,322,419.57	2,303,754.44	19,173,369.85	18,969,710.12	19,311,205.48
922 Capitalized Exp.	-	-	-	(74,067.35)	(58,083.48)	-
TOTAL ADM. & GEN. EXPENSES	1,679,966.82	1,322,419.57	2,303,754.44	19,099,302.50	18,911,626.64	19,311,205.48
TOTAL O&M EXPENSES (Excluding Gas Cost and	4,359,344.76	4,284,290.39	5,970,691.32	51,798,898.91	51,678,441.08	52,275,005.79
DEPRECIATION AND AMORTIZATION						
403 Depreciation Expense	2,236,172.13	2,228,992.31	2,251,147.57	26,314,644.26	26,407,992.18	26,511,110.39
Propane Air Plant	-	-	-	-	-	-
Telemetry	-	-	-	-	-	-
Meters & Regulators	-	-	-	-	-	-
Central Stores Warehouse	-	-	-	-	-	-
General Office	-	-	-	-	-	-
407.1 Amortization of Property Losses	-	-	-	-	-	-
TOTAL DEPRECIATION AND AMORTIZATION	2,236,172.13	2,228,992.31	2,251,147.57	26,314,644.26	26,407,992.18	26,511,110.39
407.3 Regulatory Debits	-	-	-	-	-	-
TAXES OTHER THAN INCOME TAXES						
408.1 Property, Payroll and Misc. Taxes	394,954.80	383,422.48	376,037.65	4,401,078.75	4,419,909.19	4,379,801.86
INCOME TAXES - OPERATING						
409.1 Federal Inc Taxes, Util Oper Inc	158,197.02	1,726,974.87	2,246,121.81	1,858,701.87	3,777,469.59	5,466,343.14
409.1 State Income Taxes, Util Oper Inc	-	-	-	-	-	-
410.1 Provision For Defer'd Fed Inc Tax	353,787.67	754,647.94	2,179,218.49	10,914,772.05	9,740,146.47	9,612,418.37
410.1 Provis'n For Defer'd State Inc Tax	-	-	-	-	-	-
411.1 Prov For Deferred Inc Tax - Credit	(593,092.45)	(1,546,718.28)	(3,067,660.80)	(12,723,850.61)	(13,053,861.19)	(14,016,587.96)
411.4 Investment Tax Credit Adjustments	(2,690.61)	(2,690.61)	(2,690.61)	(32,196.28)	(32,241.80)	(32,287.32)
TOTAL INCOME TAXES - OPERATING	(83,798.37)	932,213.92	1,354,988.89	17,427.03	431,513.07	1,029,886.23
* TOTAL OPERATING EXPENSES *	6,906,673.32	7,828,919.10	9,952,865.43	82,532,048.95	82,937,855.52	84,195,804.27
* TOTAL OPERATING INCOME *	1,601,510.39	4,843,812.39	5,634,118.92	23,041,138.22	24,098,484.27	24,683,914.66