

**CASCADE NATURAL GAS CORP.**

**TABLE 1. SUMMARY OF SERVICE LIFE AND NET SALVAGE ESTIMATES AND CALCULATED ANNUAL AND ACCRUED DEPRECIATION RELATED TO THE RECOVERY OF AVERAGE ORIGINAL COST IN GAS PLANT AS OF DECEMBER 31, 2023**  
**- TOTAL -**

ACCOUNT	DESCRIPTION	ESTIMATED SURVIVOR CURVE	INVESTMENT PERCENTAGE	NET SALVAGE PERCENT	SURVIVING ORIGINAL COST AS OF 12/31/2023	CALCULATED ACCRUED DEPRECIATION	BOOK RESERVE	ANNUAL ACCRUAL AMOUNT	RATE	REMAINING LIFE
<b>TRANSMISSION PLANT</b>										
365.2	RIGHTS OF WAY	85-S5	0.08%	0	1,079,098	681,184	860,195	6,296	0.58%	31.3
366.0	STRUCTURES	45-R3	0.01%	0	124,315	4,033	311	2,849	2.29%	43.5
367.1	MAINS	70-S5	1.67%	-20	23,097,618	14,887,290	15,840,755	342,767	1.48%	32.4
369.1	MEAS & REG STATION EQUIPMENT	55-R5	0.01%	-10	171,500	175,288	150,039	10,034	5.85%	3.9
<b>TOTAL TRANSMISSION PLANT</b>					<b>24,472,531</b>	<b>15,747,794</b>	<b>16,851,301</b>	<b>361,946</b>	<b>1.48%</b>	
<b>DISTRIBUTION PLANT</b>										
374.2	LAND RIGHTS	60-R3	0.17%	0	2,375,393	883,707	930,435	38,189	1.61%	37.7
375.1	STRUCTURES AND IMPROVEMENTS	50-R3	0.12%	-5	1,597,925	1,059,325	1,389,363	8,689	0.54%	18.4
376.1	MAINS - STEEL AND HIGH PRESSURE	80-R3	34.31%	-75	475,679,942	173,812,871	177,389,085	10,322,783	2.17%	63.3
376.2	MAINS - PLASTIC	50-R4	20.00%	-35	277,254,543	82,921,210	87,927,543	7,309,151	2.64%	38.9
377.0	COMPRESSOR STATION EQUIPMENT	35-R3	0.21%	-5	2,927,915	1,016,201	1,192,068	77,004	2.63%	23.4
378.0	MEAS & REG STATION EQUIP-GENERAL	60-S0.5	3.55%	-45	49,219,423	11,160,333	9,623,777	1,227,056	2.49%	50.6
379.0	MEAS & REG STATION EQUIP-CITY GATE	45-R2.5	0.31%	-5	4,355,124	184,144	74,231	104,188	2.39%	43.2
380.1	SERVICES - STEEL	60-R4	5.34%	-200	74,011,009	125,351,549	117,522,013	4,079,435	5.51%	26.1
380.3	SERVICES - PLASTIC	45-R4	18.26%	-45	253,225,244	91,648,298	101,785,376	7,754,766	3.06%	33.8
381.0	METERS & METER INSTALLATIONS	40-S0.5	8.29%	-5	114,908,702	30,934,782	23,748,586	3,345,782	2.91%	29.7
383.0	HOUSE REGULATORS	42-R2	1.00%	0	13,800,385	4,680,945	4,308,553	348,616	2.53%	27.8
385.0	INDUSTRIAL MEAS. & REG. STATION EQUIPMENT	40-R2	0.97%	-5	13,482,765	4,629,830	5,672,248	296,386	2.20%	26.9
<b>TOTAL DISTRIBUTION PLANT</b>					<b>1,282,838,369</b>	<b>528,283,195</b>	<b>531,563,279</b>	<b>34,912,045</b>	<b>2.72%</b>	
<b>GENERAL PLANT</b>										
390.1	STRUCTURES & IMPROVEMENTS	37-S1	2.07%	0	28,640,088	9,076,313	13,711,851	510,418	1.78%	25.3
390.2	LEASEHOLD IMPROVEMENTS	15-L2	0.00%	0	7,933	3,416	5,489	286	3.61%	8.5
391.3	COMPUTER EQUIPMENT - SERVER & WORKSTATION	5-SQ	0.12%	0	1,674,210	791,078	1,244,270	106,028	6.33%	2.6
391.4	OFFICE EQUIPMENT	15-SQ	0.02%	0	302,820	240,615	130,205	86,168	28.46%	3.1
391.5	OFFICE FURNITURE & FIXTURES	15-SQ	0.13%	0	1,767,422	1,251,921	1,145,176	159,553	9.03%	4.4
392.1	TRANSPORTATION EQUIPMENT - TRAILERS	20-S3	0.02%	15	317,532	138,022	162,096	9,932	3.13%	9.8
392.2	TRANSPORTATION EQUIPMENT	11-L1.5	1.49%	20	20,682,460	6,271,992	7,413,779	1,296,942	6.27%	6.8
393.0	STORES EQUIPMENT	30-SQ	0.01%	0	121,225	49,961	65,153	1,950	1.61%	17.6
394.1	TOOLS, SHOP, & GARAGE EQUIPMENT	20-SQ	0.81%	0	11,200,509	4,203,995	4,459,211	506,321	4.52%	12.5
394.2	CNG EQUIPMENT	31-R4	0.01%	0	131,231	119,678	131,231	-	0.00%	2.8
395.0	LABORATORY EQUIPMENT	20-SQ	0.01%	0	78,999	69,204	66,828	5,116	6.48%	2.5
396.1	WORK EQUIPMENT - TRAILERS	20-L2	0.07%	25	905,302	283,843	317,863	30,460	3.36%	11.6
396.2	POWER OPERATED EQUIPMENT	15-L1.5	0.43%	30	5,927,261	494,745	(530,817)	429,582	7.25%	13.2
397.1	RADIO COMMUNICATION EQUIPMENT - FIXED	15-SQ	0.26%	0	3,623,375	380,207	229,582	267,370	7.38%	13.4
397.2	SUPERVISORY & TELEMETERING EQUIPMENT	10-SQ	0.17%	0	2,323,867	1,483,697	660,829	675,092	29.05%	3.6
397.3	TELEPHONE & TELEX EQUIPMENT	5-SQ	0.01%	0	74,374	22,312	(55,302)	37,050	49.82%	3.5
397.4	RADIO COMMUNICATION EQUIPMENT - MOBILE	15-SQ	0.09%	0	1,261,737	829,868	869,560	75,159	5.96%	5.1
398.0	MISCELLANEOUS EQUIPMENT	25-SQ	0.01%	0	127,773	41,093	47,222	4,612	3.61%	17.0
<b>TOTAL GENERAL PLANT</b>					<b>79,168,116</b>	<b>25,751,959</b>	<b>30,074,227</b>	<b>4,202,039</b>	<b>5.31%</b>	
<b>TOTAL GAS PLANT STUDIED</b>					<b>1,386,479,017</b>	<b>569,782,949</b>	<b>578,488,807</b>	<b>39,476,030</b>	<b>2.85%</b>	
<b>PLANT NOT STUDIED</b>										
301.0	ORGANIZATION				152,066					
302.0	FRANCHISES				211,825					
303.0	MISCELLANEOUS INTANGIBLE PLANT				72,124,068					
365.1	LAND & LAND RIGHTS				351,346					
374.1	LAND (DISTRIBUTION)				657,387					
389.0	LAND & LAND RIGHTS GENERAL				3,972,424					
<b>TOTAL PLANT</b>					<b>1,463,948,133</b>					

Cascade Natural Gas Co.  
 Depreciation Study Comparison (Includes Base, Salvage, COR)  
 Based on January 2025

Depr Summary	1/1/2025 Beginning Plant Balance	Current Rates	January Actual Depr	Proposed Rates	January Using Proposed Rates	Monthly Difference	Annualized Difference	
301-G-Organization	152,066.08	0.00%	-	0.00%	-	-	-	
302-G-Franchises	211,824.67	0.00%	-	0.00%	-	-	-	
303-G-Misc. Intangible Plant	77,880,488.90	0.00%	382,364.51	0.00%	382,364.51	-	-	
365-G-Land and Land Rights	351,346.33	0.00%	-	0.00%	-	-	-	
365-G-Rights-of-Way	1,079,097.84	0.65%	584.51	0.58%	521.56	(62.95)	(755.35)	
366-G-Structures	141,317.90	1.50%	176.64	2.29%	269.68	93.04	1,116.50	
367-G-Mains	23,034,749.67	1.50%	28,793.45	1.48%	28,409.52	(383.93)	(4,607.10)	
368-G-Compressor Station	3,301,012.32	1.72%	4,731.45	2.63%	7,234.72	2,503.27	30,039.22	
369-G-Measuring/Regulating Equipmen	171,500.10	4.60%	138.62	5.85%	176.29	37.67	452.02	
372-G-Aro Transmission Plant	27,868.30	0.00%	20.68	0.00%	20.68	-	-	
374-G-Land	657,387.16	0.00%	-	0.00%	-	-	-	
374-G-Land and Land Rights	2,375,393.07	1.64%	3,246.37	1.61%	3,186.99	(59.38)	(712.61)	
375-G-Structures & Improvements	1,991,650.34	0.84%	1,394.15	0.54%	896.24	(497.91)	(5,974.89)	
376-G-Mains-High Pressure Steel	343,945,952.68	1.52%	435,664.81	2.17%	621,968.93	186,304.12	2,235,649.45	HP & Steel will be combined
376-G-Mains-Plastic	296,914,104.51	2.81%	695,273.86	2.64%	653,211.03	(42,062.83)	(504,753.96)	
376-G-Mains-Steel	183,767,238.92	3.56%	545,176.14	2.17%	332,312.42	(212,863.72)	(2,554,364.60)	HP & Steel will be combined
377-G-Compressor Station	-	1.72%	-	2.63%	-	-	-	
378-G-Measure/Regulation	54,443,737.07	1.97%	89,378.47	2.49%	112,970.75	23,592.28	283,107.41	
379-G-Measure/Regulation City Gate	5,086,372.35	1.97%	8,350.13	2.39%	10,130.36	1,780.23	21,362.74	
380-G-Structures & Improvements	266,673,035.80	3.36%	746,684.51	3.06%	680,016.24	(66,668.27)	(800,019.22)	
380-G-Services-Steel	73,913,654.66	3.47%	213,733.65	5.51%	339,386.86	125,653.21	1,507,838.57	
381-G-ERT Units	70,119.16	2.61%	152.51	2.91%	170.04	17.53	210.35	
381-G-Meters	118,979,141.13	2.61%	258,779.63	2.91%	288,524.42	29,744.79	356,937.45	
383-G-Service Regulators	14,564,309.75	2.16%	26,215.76	2.53%	30,706.42	4,490.66	53,887.92	
385-G-Industrial Meas. & Reg Stn Eq	15,055,439.01	1.70%	21,328.53	2.20%	27,601.64	6,273.11	75,277.30	
388-G-Aro Distribution Plant	26,364,479.72	0.00%	31,683.03	0.00%	31,683.03	-	-	
389-G-Land & Land Rights	6,300,876.15	0.00%	-	0.00%	-	-	-	
390-G-Leasehold Improvement	7,933.28	1.44%	9.52	3.61%	23.87	14.35	172.15	
390-G-Structures & Improvements	28,960,228.30	1.44%	34,752.27	1.78%	42,957.67	8,205.40	98,464.78	
391-G-Comp Equip-Server & Workstati	1,601,044.25	44.02%	58,731.64	6.33%	8,445.51	(50,286.13)	(79,969.95)	
391-G-Office Equipment	254,474.45	26.37%	3,441.50	28.46%	3,714.27	272.77	3,273.23	
391-G-Office Furniture & Fixtures	1,757,874.66	19.00%	27,833.01	9.03%	13,228.01	(14,605.00)	(129,569.15)	
392-G-Trailers	320,061.88	2.69%	700.15	3.13%	814.68	114.53	1,374.41	
392-G-Transportation Equipment	21,510,100.36	5.89%	105,578.75	6.27%	112,390.27	6,811.52	81,738.29	
393-G-Stores Equipment	121,225.19	8.40%	495.23	1.61%	94.92	(400.32)	(4,803.80)	
394-G-Tools,Shop,Garage Equip	14,040,335.78	10.66%	124,724.99	4.52%	52,885.26	(71,839.73)	(862,076.70)	
394-G-Vehicle CNG Equipment	131,231.02	1.52%	-	0.00%	-	-	-	
395-G-Laboratory Equipment	78,998.84	14.55%	676.31	6.48%	426.59	(249.72)	(2,996.60)	
396-G-Power Operated Equipment	5,639,316.94	9.63%	44,757.42	7.25%	33,695.88	(11,061.54)	(132,738.52)	
396-G-Trailers-Work Equipment	993,986.90	2.61%	2,161.92	3.36%	2,783.16	621.24	7,454.92	
397-G-Radio Comm Equip-Fixed	4,062,043.68	5.35%	18,109.94	7.38%	24,981.57	6,871.63	82,459.54	
397-G-Radio Comm Equip-Mobile	1,788,449.97	6.99%	16,480.76	5.96%	15,401.53	(1,079.24)	(12,950.84)	
397-G-Supervisory & Telemeter Equip	2,349,150.70	5.53%	10,825.68	29.05%	56,869.02	46,043.34	552,520.12	
397-G-Telephone & Telex Equip	74,374.23	21.62%	1,339.98	49.82%	3,087.77	1,747.79	20,973.48	
398-G-Miscellaneous Equipment	135,202.42	4.35%	490.11	3.61%	406.73	(83.38)	(1,000.51)	
<b>Total CNG</b>	<b>1,601,280,196.44</b>		<b>3,944,980.60</b>		<b>3,923,969.06</b>	<b>(21,011.54)</b>	<b>317,016.04</b>	
Depreciation Expensed			3,760,078.65		3,742,581.35	(17,497.30)	359,186.94	
Depreciation Reclassified to Reg Asset			31,703.71		31,703.71	-	-	
Depreciation Applied to Auto & Work Clearing			153,198.24		149,684.00	(3,514.24)	(42,170.90)	
			<b>3,944,980.60</b>		<b>3,923,969.06</b>	<b>(21,011.54)</b>	<b>317,016.04</b>	

	Current Lives (ASL)	Proposed Lives (ASL)
376-G-Mains-High Pressure Steel	80	80
376-G-Mains-Plastic	50	50
376-G-Mains-Steel	75	80
380-G-Services-Steel	60	60
380-G-Structures & Improvements	43	45
397-G-Supervisory & Telemeter Equip		
397-G-Telephone & Telex Equip	10	5