

**BEFORE THE WASHINGTON
UTILITIES & TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

Complainant,

v.

CASCADE NATURAL GAS CORPORATION,

Respondent.

DOCKET UG-200568

MARK E. GARRETT ON BEHALF OF PUBLIC COUNSEL

EXHIBIT MEG-12

Cascade Response to UTC Staff Data Request 4

November 19, 2020

Washington Utilities and Transportation Commission
v.
Cascade Natural Gas Corporation
UTC STAFF Data Request
UG-200568

Request No. 4

Date prepared: 8/10/20

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UTC STAFF DATA REQUEST NO. 4:

Re: Executive Incentives

Please provide detailed explanations and derivation for the calculation of the following items shown in New CNGC Exh. MCP 2-6 and WP-1, Excel workpaper file, worksheet labeled "Executive Incentives", cells B10-C15.

WA-Direct	\$ 389,056.37
WA-Allocated	\$ 692,843.03
IGC-WA	\$ 35,135.07
MDU-WA	\$ 860,349.55
MDUR- WA	\$ 1,085,270.29
	\$ 3,062,654.31

Response:

As previously stated in the Company's response to DR #1 there was an updated calculation for total WA incentives that was inadvertently not filed. The actual amount of incentives accrued in 2019 for WA operations was \$2,890,621.38. The amounts are pulled from the general ledger using object accounts 0130,0131,5130 and 5131, which are all the accounts used for incentive/bonus expenses.

Those expenses are then allocated into the categories above.

WA-Direct – all business units that are 100% assigned to WA operations

WA-Allocated – all business units that are Cascade direct charges, but allocated between WA & OR based on the 3-factor formula

IGC-WA – Washington's share of incentive costs cross-charged from Intermountain Gas Company

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MDU-WA – Washington’s share of incentive costs cross-charged from MDU

MDUR-WA – Washington’s share of incentive costs cross-charged from MDUR