

**Exh. JH-9
Docket UG-240008
Witness: Joanna Huang**

**BEFORE THE WASHINGTON
UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

**CASCADE NATURAL GAS
CORPORATION,**

Respondent

DOCKET UG-240008

EXHIBIT TO RESPONSE TESTIMONY OF

JOANNA HUANG

**STAFF OF
WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION**

Director & Officer Adjustment

September 25, 2024

Cascade Natural Gas Corp.
Washington Jurisdiction
Twelve-Months ended December 31, 2023
Directors & Officers Adjustment

Line No	Description	Cascade Amounts	Staff Amounts
	A	B	C
1	D&O Expense	309,816	462,991
2	Disallowed Percentage	50%	50%
3	Adjustment	<u>154,908</u>	<u>231,496</u>
4			
5	Remove 100% of Allocated Company Organization Dues	5,572	5,572
6			
7	Total Adjustment	160,480	237,068

Note: This adjustment will affect 2024 and 2025 Pro Forma Misc. O&M Expense Adjustment because those expenses remove "D&O adjustment" to calculate the end result.

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**Docket UG-240008
Cascade Natural Gas Corporation
2024 General Rate Case****AWEC DATA REQUEST NO. 32:****Re: Per Audit Book**

Reference Cascade's response to Staff Data Request 145, Attachment A: Please reconcile the amounts in the referenced attachments to the amounts in Tab "D&O Adjustment" in workpaper "240008-CNGC-Exh-JAD-2-through-JAD-8-3-29-24"

Response:

The amount in Excel cell C8 of the "D&O Adjustment" tab in workpaper "240008-CNGC-Exh-JAD-2-through-JAD-8-3-29-24" ties to Excel cell W204 of the "2023" tab of Attachment A "240008-CNGC-Resp-WUTC Staff DR-145-Attach A (C)" provided in Cascade Natural Gas Corporation's ("Cascade") Response to WUTC Data Request No. 145. As explained in that response, Cascade inadvertently excluded the amount of insurance expense allocated to Cascade's Washington jurisdiction associated with Directors and Officers, which was \$153,175, as seen on Excel cell W210 of the "2023" tab of Attachment A. Therefore, the amount in Excel cell C8 of the "D&O Adjustment" tab in workpaper "240008-CNGC-Exh-JAD-2-through-JAD-8-3-29-24" should have been \$462,991. The amount in Excel cell C12 of the "D&O Adjustment" tab is for organization dues allocated to Cascade from MDU Resources Group, Inc. and was not included in the detail of Attachment A.