

**BEFORE THE**  
**WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND  
TRANSPORTATION COMMISSION,

Complainant,

v.

CASCADE NATURAL GAS  
CORPORATION,

Respondent.

DOCKET UG-21 \_\_\_\_\_

**CASCADE NATURAL GAS CORPORATION**  
**SECOND EXHIBIT (NONCONFIDENTIAL) TO THE**  
**DIRECT TESTIMONY OF**  
**MARK A. CHILES**

**September 30, 2021**

**Cascade Natural Gas Corporation**  
**State of Washington**  
**Statement of Operations and Rate of Return**  
**Month and Twelve Months Ended 6/30/2021**

	Month	Twelve Months
<b>OPERATING REVENUES</b>		
Natural Gas Sales	8,616,318	243,718,994
Transportation Revenue	2,181,748	26,161,342
Other Operating Revenue	(158,486)	404,742
	<u>10,639,580</u>	<u>270,285,078</u>
Less: Natural Gas & Production Costs	3,980,078	133,536,276
Revenue Taxes	982,628	22,517,441
<b>OPERATING MARGIN</b>	<u>5,676,873</u>	<u>114,231,360</u>
<b>OPERATING EXPENSES</b>		
Production	26,206	336,615
Distribution	1,610,868	21,461,494
Customer Accounts	612,810	5,992,689
Customer Service & Informational	202,466	6,320,091
Sales	1,867	25,587
Administrative & General	1,269,481	20,704,072
Depreciation & Amortization	2,340,437	27,619,741
Property, Payroll & Misc. Taxes	412,992	4,803,876
Federal Income Taxes	(592,891)	1,262,968
Total Operating Expenses	<u>5,884,237</u>	<u>88,527,134</u>
<b>NET OPERATING INCOME</b>	<u>(207,363)</u>	<u>25,704,226</u>
<b>RATE BASE</b>	<u>482,666,005</u>	<u>456,434,913</u>
<b>RATE OF RETURN</b>	<u>-0.04%</u>	<u>5.63%</u>

**SCHEDULE OF RATE BASE**

Utility Plant In Service	965,875,574	932,405,352
Accumulated Depreciation	(420,324,343)	(412,444,538)
Net Utility Plant	545,551,231	519,960,814
<b>Other:</b>		
Contributions in Aid of Construction	-	-
Customer Advances for Construction	(2,983,915)	(3,036,419)
Accumulated Deferred Income Taxes	(77,392,446)	(77,241,404)
Deferred Debits	-	-
Subtotal	<u>465,174,870</u>	<u>439,682,991</u>
Working Capital	17,491,135	16,751,922
<b>TOTAL RATE BASE</b>	<u>482,666,005</u>	<u>456,434,913</u>

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