

CASCADE NATURAL GAS CORPORATION
Washington Statement of Operations
QUARTERLY STATISTICAL INFORMATION

THERM SALES

	Monthly			12 Months Ending		
	January 2021	February 2021	March 2021	January 2021	February 2021	March 2021
Residential	19,131,863	19,625,297	14,869,595	124,556,802	127,342,763	126,706,287
Commercial	13,959,319	14,141,506	11,370,526	99,879,858	99,354,615	97,829,168
Industrial Firm	1,695,848	1,598,634	1,818,843	15,748,898	15,631,665	15,796,664
Core Interruptible	248,648	239,855	234,583	2,091,189	2,101,712	2,106,848
Noncore	71,256,987	67,126,700	87,444,598	819,304,686	818,576,442	818,111,899
TOTAL WASHINGTON	106,292,665	102,731,992	115,738,145	1,061,581,433	1,063,007,197	1,060,550,866

	AVERAGE CUSTOMERS		
	January 2021	February 2021	March 2021
Residential	197,747	198,046	198,280
Commercial	27,043	27,081	27,060
Industrial Firm	507	506	505
Core Interruptible	7	7	7
Noncore	203	203	205
TOTAL WASHINGTON	225,507	225,843	226,057

Cascade Natural Gas Corporation
State of Washington
Statement of Operations and Rate of Return
Month and Twelve Months Ended 1/31/2021

	Month	Twelve Months
OPERATING REVENUES		
Natural Gas Sales	36,136,460	241,008,615
Transportation Revenue	2,210,402	25,197,135
Other Operating Revenue	162,162	696,039
	<u>38,509,025</u>	<u>266,901,789</u>
Less: Natural Gas & Production Costs	19,550,586	133,469,813
Revenue Taxes	3,180,673	22,163,558
OPERATING MARGIN	<u>15,777,766</u>	<u>111,268,418</u>
OPERATING EXPENSES		
Production	22,916	324,512
Distribution	1,787,884	20,630,611
Customer Accounts	510,678	5,675,312
Customer Service & Informational	891,026	6,364,461
Sales	1,898	20,915
Administrative & General	2,242,338	19,486,903
Depreciation & Amortization	2,586,036	26,930,741
Property, Payroll & Misc. Taxes	448,056	4,439,069
Federal Income Taxes	1,194,746	1,445,512
Total Operating Expenses	<u>9,685,579</u>	<u>85,318,036</u>
NET OPERATING INCOME	<u>6,092,187</u>	<u>25,950,382</u>
RATE BASE	<u>476,485,861</u>	<u>426,779,279</u>
RATE OF RETURN	<u>1.28%</u>	<u>6.08%</u>

SCHEDULE OF RATE BASE

Utility Plant In Service	955,178,813	899,003,466
Accumulated Depreciation	(413,256,561)	(405,494,741)
Net Utility Plant	<u>541,922,253</u>	<u>493,508,725</u>
Other:		
Contributions in Aid of Construction	-	-
Customer Advances for Construction	(3,032,957)	(3,257,697)
Accumulated Deferred Income Taxes	(77,445,372)	(77,185,524)
Deferred Debits	-	-
Subtotal	<u>461,443,924</u>	<u>413,065,504</u>
Working Capital	15,041,937	13,713,775
TOTAL RATE BASE	<u>476,485,861</u>	<u>426,779,279</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 2/28/2021

	Month	Twelve Months
OPERATING REVENUES		
Natural Gas Sales	34,011,465	244,775,963
Transportation Revenue	2,173,026	25,360,123
Other Operating Revenue	161,692	629,117
	<u>36,346,183</u>	<u>270,765,203</u>
Less: Natural Gas & Production Costs	19,871,483	135,105,210
Revenue Taxes	3,093,958	22,347,090
OPERATING MARGIN	<u>13,380,742</u>	<u>113,312,902</u>
OPERATING EXPENSES		
Production	54,394	322,268
Distribution	1,490,792	21,169,725
Customer Accounts	558,601	5,873,798
Customer Service & Informational	923,728	6,431,560
Sales	1,942	22,130
Administrative & General	1,664,469	19,828,479
Depreciation & Amortization	2,305,891	27,058,401
Property, Payroll & Misc. Taxes	433,005	4,531,041
Federal Income Taxes	808,325	1,534,499
Total Operating Expenses	<u>8,241,147</u>	<u>86,771,900</u>
NET OPERATING INCOME	<u>5,139,595</u>	<u>26,541,002</u>
RATE BASE	<u>477,752,457</u>	<u>432,854,861</u>
RATE OF RETURN	<u>1.08%</u>	<u>6.13%</u>

SCHEDULE OF RATE BASE

Utility Plant In Service	955,025,764	905,655,914
Accumulated Depreciation	(412,422,337)	(406,805,038)
Net Utility Plant	<u>542,603,427</u>	<u>498,850,876</u>
Other:		
Contributions in Aid of Construction	-	-
Customer Advances for Construction	(3,039,415)	(3,198,524)
Accumulated Deferred Income Taxes	(77,431,552)	(77,192,510)
Deferred Debits	-	-
Subtotal	<u>462,132,461</u>	<u>418,459,842</u>
Working Capital	15,619,997	14,395,019
TOTAL RATE BASE	<u>477,752,457</u>	<u>432,854,861</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 3/31/2021

	Month	Twelve Months
OPERATING REVENUES		
Natural Gas Sales	27,798,854	244,295,691
Transportation Revenue	2,374,793	25,422,811
Other Operating Revenue	118,681	542,524
	<u>30,292,328</u>	<u>270,261,025</u>
Less: Natural Gas & Production Costs	15,776,497	134,319,392
Revenue Taxes	2,990,741	22,501,701
OPERATING MARGIN	<u>11,525,090</u>	<u>113,439,932</u>
OPERATING EXPENSES		
Production	25,171	324,453
Distribution	1,812,982	21,384,457
Customer Accounts	424,890	5,810,675
Customer Service & Informational	728,190	6,359,899
Sales	1,951	22,931
Administrative & General	2,063,200	20,326,099
Depreciation & Amortization	2,311,091	27,182,693
Property, Payroll & Misc. Taxes	428,405	4,594,423
Federal Income Taxes	386,487	1,377,703
Total Operating Expenses	<u>8,182,368</u>	<u>87,383,334</u>
NET OPERATING INCOME	<u>3,342,722</u>	<u>26,056,598</u>
RATE BASE	<u>479,086,307</u>	<u>438,848,234</u>
RATE OF RETURN	<u>0.70%</u>	<u>5.94%</u>

SCHEDULE OF RATE BASE

Utility Plant In Service	957,779,773	912,257,897
Accumulated Depreciation	(414,434,824)	(408,146,921)
Net Utility Plant	<u>543,344,949</u>	<u>504,110,976</u>
Other:		
Contributions in Aid of Construction	-	-
Customer Advances for Construction	(3,044,215)	(3,147,562)
Accumulated Deferred Income Taxes	(77,415,429)	(77,201,118)
Deferred Debits	-	-
Subtotal	<u>462,885,305</u>	<u>423,762,296</u>
Working Capital	16,201,002	15,085,938
TOTAL RATE BASE	<u>479,086,307</u>	<u>438,848,234</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		
	January-20	February-20	March-20	February 1, 2020 THROUGH January 31, 2021	March 1, 2020 THROUGH February 29, 2021	April 1, 2020 THROUGH March 31, 2021
GAS SALES						
480 Residential Sales	20,801,060.30	19,490,127.97	15,608,589.30	133,328,840.42	136,489,116.75	136,550,882.28
481 Commercial - Interruptible Sales	15,335,400.16	14,521,336.98	12,190,264.45	107,679,775.06	108,286,846.43	107,744,808.69
TOTAL GAS SALES	36,136,460.46	34,011,464.95	27,798,853.75	241,008,615.48	244,775,963.18	244,295,690.97
OTHER OPERATING REVENUE						
4880 Miscellaneous Service Revenues	13,821.35	16,744.02	12,168.61	254,783.27	208,100.55	161,078.06
4890 Rev. From Transp. of Gas of Others	2,210,402.38	2,173,026.40	2,374,792.75	25,197,135.41	25,360,122.89	25,422,810.53
4930 Rent From Gas Property	-	-	-	-	-	-
4940 Interdepartmental Rents	6,720.63	6,720.63	6,720.63	96,753.63	88,468.76	87,686.64
4950 Other Gas Revenue	892.00	1,225.60	487.05	66,142.02	61,806.84	59,948.46
495.1 Overrun Penalty Income	-	-	-	-	-	-
4962 Provision for Rate Refund	140,728.08	137,001.47	99,304.98	278,359.62	270,740.92	233,810.51
TOTAL OTHER OPERATING REVENUE	2,372,564.44	2,334,718.12	2,493,474.02	25,893,173.95	25,989,239.96	25,965,334.20
* TOTAL OPERATING REVENUE *	38,509,024.90	36,346,183.07	30,292,327.77	266,901,789.43	270,765,203.14	270,261,025.17
NATURAL GAS PURCHASED						
804 Natural Gas City Gate Purchases	15,691,684.15	11,105,943.89	11,594,048.56	110,755,821.88	110,768,133.05	113,218,103.44
805 Other Gas Purchases	-	-	-	-	-	-
805.1 Purchased Gas Cost Adjustments	4,116,071.81	6,312,922.25	3,378,927.46	23,259,517.37	24,431,307.44	21,791,466.32
808.1 Gas Withdrawn From Storage	-	2,462,574.71	816,679.87	4,102,921.55	4,557,073.71	3,961,776.05
808.2 Gas Delivered To Storage	(245,392.60)	-	-	(4,555,012.46)	(4,555,012.46)	(4,555,012.46)
812 Gas Used For Other Utility Oper.	(11,777.60)	(9,957.58)	(13,158.88)	(93,435.24)	(96,291.33)	(96,940.94)
TOTAL NATURAL GAS PURCHASED	19,550,585.76	19,871,483.27	15,776,497.01	133,469,813.10	135,105,210.41	134,319,392.41
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	3,180,673.07	3,093,957.71	2,990,740.55	22,163,558.40	22,347,090.46	22,501,701.05
* OPERATING MARGIN *	15,777,766.07	13,380,742.09	11,525,090.21	111,268,417.93	113,312,902.27	113,439,931.71
PRODUCTION EXPENSES						
813 Other Gas Supply Expenses	22,915.72	54,394.42	25,171.09	324,511.51	322,267.83	324,452.99
DISTRIBUTION EXPENSES						
Operation						
870 Oper., Supervision & Engineering	191,125.96	157,300.83	195,071.83	3,319,448.77	3,311,113.18	3,333,114.14
871 Distribution Load Dispatching	18,956.60	14,962.05	18,159.99	203,397.50	205,284.59	206,737.99
872 Compressor Station	7,329.03	5,376.63	8,431.88	82,541.66	82,367.24	85,158.49
874 Mains & Services Exp.	265,843.77	193,792.91	247,388.97	3,513,481.11	3,459,769.27	3,442,297.11
875 Meas. & Reg. Stat. Exp.-Gen.	61,467.51	71,622.40	73,716.20	711,183.88	705,107.36	717,125.49
876 Meas. & Reg. Stat. Exp.-Ind.	22,457.83	22,414.74	47,976.07	424,381.99	433,947.94	438,512.25
878 Meter & House Regulator Exp.	17,126.57	41,493.63	16,125.83	(481,318.90)	(12,233.05)	102,635.75
879 Customer Installations Exp.	32,075.50	33,610.90	32,468.58	438,523.11	426,360.95	419,321.80
880 Other Exp.	521,554.04	430,709.40	529,130.57	5,279,453.92	5,317,168.81	5,470,955.57
881 Rents	9,504.94	8,979.09	16,314.95	132,247.12	134,987.44	138,874.33
882 Transportation Exp.	-	-	-	-	-	-
Subtotal Operations	1,147,441.75	980,262.58	1,184,784.87	13,623,340.16	14,063,873.73	14,354,732.92
Maintenance						
885 Supervision & Engineering	96,398.59	76,537.88	99,856.99	1,148,754.73	1,129,695.49	1,131,447.58
886 Structures & Improvements	-	-	-	11,464.84	10,878.87	10,853.81
887 Mains	147,228.85	127,378.08	169,187.82	2,168,868.61	2,191,745.72	2,199,813.62
8880 Compressor Station	2,940.45	11,524.72	17,226.78	97,021.81	106,451.77	49,029.79
889 Meas. & Reg. Equip.-Gen.	38,877.38	19,612.22	31,275.53	248,586.73	259,304.04	280,113.14
890 Meas. & Reg. Equip.-Ind.	33,372.86	23,798.80	14,162.77	114,010.76	132,602.83	143,194.05
892 Services	90,974.00	78,023.59	100,357.72	1,119,749.72	1,127,388.97	1,049,178.62
893 Meters & House Regulators	54,166.22	58,931.26	82,300.33	620,050.44	640,452.57	645,090.19
894 Other Equipment	176,484.30	114,722.92	113,828.96	1,478,763.06	1,507,330.87	1,521,003.62
Subtotal Maintenance	640,442.65	510,529.47	628,196.90	7,007,270.70	7,105,851.13	7,029,724.42
TOTAL DISTRIBUTION EXPENSES	1,787,884.40	1,490,792.05	1,812,981.77	20,630,610.86	21,169,724.86	21,384,457.34

STATE ALLOCATION OF INCOME & EXPENSES	Month Ended			12 MONTH Ended		
	January-20	February-20	March-20	February 1, 2020 THROUGH January 31, 2021	March 1, 2020 THROUGH February 29, 2021	April 1, 2020 THROUGH March 31, 2021
CUSTOMER ACCOUNTS EXPENSES						
901 Supervision	8,814.21	8,324.48	9,533.88	111,071.11	109,270.63	109,846.12
902 Meter Reading Exp.	46,710.58	40,042.58	38,954.96	600,725.79	587,676.36	584,838.24
903 Cust. Records & Collection Exp.	340,094.08	303,850.13	332,195.35	3,979,674.21	3,982,798.44	3,986,232.28
904 Uncollectible Accounts	115,024.67	206,383.34	44,205.92	982,397.17	1,192,609.04	1,128,315.37
905 Misc. Exp.	34.59	-	-	1,443.45	1,443.45	1,443.45
TOTAL CUSTOMER ACCOUNTS EXP.	510,678.13	558,600.53	424,890.11	5,675,311.73	5,873,797.92	5,810,675.46
CUSTOMER SERVICE AND INFORMATIONAL EXPENSES						
907 Supervision	-	-	-	-	-	-
908 Cust. Assistance Exp.	877,437.24	911,267.48	714,020.43	6,162,987.37	6,227,743.02	6,161,160.88
909 Info. & Instr. Advertising Exp.	2,470.36	1,240.59	1,148.75	58,836.02	55,754.49	49,973.73
910 Misc. Cust. Serv. & Info. Exp.	11,118.72	11,220.22	13,021.22	142,637.75	148,062.77	148,764.83
TOTAL CUST. SRVC. & INFO. EXPENSES	891,026.32	923,728.29	728,190.40	6,364,461.14	6,431,560.28	6,359,899.44
SALES EXPENSES						
911 Supervision	-	-	-	-	-	-
912 Demonstrating & Selling	1,898.35	1,942.29	1,951.04	20,565.17	21,780.22	22,930.92
913 Advertising	-	-	-	350.00	350.00	-
916 Misc. Sales Exp.	-	-	-	-	-	-
TOTAL SALES EXPENSES	1,898.35	1,942.29	1,951.04	20,915.17	22,130.22	22,930.92
ADMINISTRATIVE AND GENERAL EXPENSES						
920 Admin. & General Salaries	624,817.55	578,049.22	667,928.68	7,254,780.60	7,536,850.54	7,774,631.62
921 Office Supplies & Exp.	570,787.98	456,926.83	591,154.74	3,895,453.78	3,922,779.37	4,043,830.74
923 Outside Services Employed	43,531.63	34,461.82	54,185.73	671,936.36	655,638.95	613,067.12
924 Property Insurance	6,200.79	6,200.79	6,200.80	70,146.23	70,542.22	70,938.23
925 Injuries & Damages	145,280.11	115,949.97	149,127.76	1,190,141.59	1,202,574.32	1,158,678.46
926 Employee Pensions & Benefits	440,804.41	295,807.04	379,454.98	4,425,981.40	4,423,084.80	4,449,897.75
928 Regulatory Commission Exp.	138,350.00	56,513.50	18,687.74	271,791.75	328,305.25	346,992.99
930.1 General Advertising Exp.	2,139.71	54.16	4,090.06	135,493.72	134,862.23	135,821.73
930.2 Misc. General Exp.	171,769.20	26,857.95	90,717.56	443,884.81	444,907.20	610,760.19
931 Rents	92,718.61	93,113.74	93,593.16	1,040,863.65	1,044,518.34	1,054,208.43
932 Maintenance of General Plant	5,938.31	533.59	8,059.12	67,349.87	64,415.33	67,272.06
	2,242,338.30	1,664,468.61	2,063,200.33	19,467,823.76	19,828,478.55	20,326,099.32
922 Capitalized Exp.	-	-	-	19,079.18	-	-
TOTAL ADM. & GEN. EXPENSES	2,242,338.30	1,664,468.61	2,063,200.33	19,486,902.94	19,828,478.55	20,326,099.32
TOTAL O&M EXPENSES (Excluding Gas Cost and	5,456,741.22	4,693,926.19	5,056,384.74	52,502,713.35	53,647,959.66	54,228,515.47
DEPRECIATION AND AMORTIZATION						
403 Depreciation Expense	2,586,036.27	2,305,890.67	2,311,091.30	26,930,741.07	27,058,400.95	27,182,692.90
Propane Air Plant	-	-	-	-	-	-
Telemetry	-	-	-	-	-	-
Meters & Regulators	-	-	-	-	-	-
Central Stores Warehouse	-	-	-	-	-	-
General Office	-	-	-	-	-	-
407.1 Amortization of Property Losses	-	-	-	-	-	-
TOTAL DEPRECIATION AND AMORTIZATION	2,586,036.27	2,305,890.67	2,311,091.30	26,930,741.07	27,058,400.95	27,182,692.90
407.3 Regulatory Debits	-	-	-	-	-	-
TAXES OTHER THAN INCOME TAXES						
408.1 Property, Payroll and Misc. Taxes	448,056.00	433,005.48	428,405.27	4,439,069.21	4,531,040.83	4,594,423.22
INCOME TAXES - OPERATING						
409.1 Federal Inc Taxes, Util Oper Inc	2,263,756.02	2,212,182.37	1,365,578.52	5,964,895.33	6,587,620.41	6,166,619.04
409.1 State Income Taxes, Util Oper Inc	-	-	-	-	-	-
410.1 Provision For Defer'd Fed Inc Tax	127,932.19	383,961.31	152,299.26	9,557,685.47	9,461,508.43	9,442,000.31
410.1 Provis'n For Defer'd State Inc Tax	-	-	-	-	-	-
411.1 Prov For Deferred Inc Tax - Credit	(1,194,245.00)	(1,785,121.08)	(1,128,693.62)	(14,044,774.19)	(14,482,328.48)	(14,198,608.42)
411.4 Investment Tax Credit Adjustments	(2,697.62)	(2,697.62)	(2,697.62)	(32,294.33)	(32,301.34)	(32,308.35)
TOTAL INCOME TAXES - OPERATING	1,194,745.59	808,324.98	386,486.54	1,445,512.28	1,534,499.02	1,377,702.58
* TOTAL OPERATING EXPENSES *	9,685,579.08	8,241,147.32	8,182,367.85	85,318,035.91	86,771,900.46	87,383,334.17
* TOTAL OPERATING INCOME *	6,092,186.99	5,139,594.77	3,342,722.36	25,950,382.02	26,541,001.81	26,056,597.54