

**Exh. BAE-9
Docket UG-170929
Witness: Betty A. Erdahl**

**BEFORE THE WASHINGTON
UTILITIES AND TRANSPORTATION COMMISSION**

**WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION,**

Complainant,

v.

**CASCADE NATURAL GAS
CORPORATION,**

Respondent.

DOCKET UG-170929

**EXHIBIT TO
TESTIMONY OF**

Betty A. Erdahl

**ON BEHALF OF STAFF OF
WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION**

Estimated Tax Adjustment UTC-4

February 15, 2018

Cascade Natural Gas
Results of Operations Summary Sheet
Twelve Months Ended December 31, 2016

SUMMARY SHEET	12/31/2016 Results Per Company Filing	Summary of Restating Adjustments	Summary of Pro Forma Adjustments	Test Year Adjusted Total	Staff Proposed Revenue Impact	Adjusted Results After Proposed Revenues and Before Tax Adjustment	Staff Estimated Tax Adjustment UTC-4
	(a)	(b)	(c)	(d)	(e)	(f)	(g)
Operating Revenues							
1 Natural Gas Sales	182,902,833	6,986,321	5,181,808	195,070,962	(8,007,124)	187,063,838	(3,482,648)
2 Gas Transportation Revenue	21,216,454	(346,009)	2,133,461	23,003,907	1,200,000	24,203,907	
3 Other Operating Revenues	1,011,375	0	87,366	1,098,741		1,098,741	
4 REVENUES	205,130,662	6,640,312	7,402,635	219,173,609	(6,807,124)	212,366,485	(3,482,648)
Operating Expenses							
5 Nat. Gas/Production Costs	103,593,865	4,981,076	0	108,574,941		108,574,941	
6 Revenue Taxes	16,946,341	269,065	299,955	17,515,361	(275,825)	17,239,536	(141,117)
7 Production	518,989	0	7,924	526,913		526,913	
8 Distribution	16,326,277	67,687	914,845	17,308,809		17,308,809	
9 Customer Accounts	6,383,108	28,990	68,969	6,481,068	(25,820)	6,455,248	(13,210)
10 Customer Service	824,096	(533,333)	0	290,762		290,762	
11 Sales	4,917	(4,917)	0	0		0	
12 Administrative and General	16,459,958	(1,805,094)	402,629	15,057,493		15,057,493	
13 Depreciation & Amortization	19,218,442	0	230,314	19,448,756		19,448,756	
14 Regulatory Debits		0	0	0		0	
15 Taxes Other Than Income	4,095,634	5,474	135,948	4,237,056		4,237,056	
16 State & Federal Income Taxes	2,477,672	762,587	1,333,624	4,573,882	(1,366,151)	3,207,731	(3,328,321)
17 Total Operating Expenses	186,849,297	3,771,536	3,394,207	194,015,040	(1,667,795)	192,347,245	(3,482,648)
18 Net Operating Income	18,281,365	2,868,777	4,008,427	25,158,569	(5,139,329)	20,019,240	0
Rate Base							
19 Total Plant in Service	677,314,165	0	10,548,581	687,862,746		687,862,746	
20 Total Accumulated Depreciation	(345,424,355)	0	(115,157)	(345,539,512)		(345,539,512)	
21 Customer Adv. For Construction	(3,771,590)	0	0	(3,771,590)		(3,771,590)	
22 Deferred Accumulated Income Taxes	(73,667,038)	0	(28,920)	(73,695,958)		(73,695,958)	
23 Working Capital Allowance	25,610,870	(12,922,679)	0	12,688,191		12,688,191	
24 TOTAL RATE BASE	280,062,051	(12,922,679)	10,404,504	277,543,877	0	277,543,877	0
25 Rate of Return	6.53%			9.06%		7.21%	