

Docket UG-170929  
 Exhibit No. DMR-2  
 Page 1 of 1

Cascade Natural Gas - Washington Operations  
 Summary of Adjustments - Public Counsel Vs. Cascade Natural Gas  
 Test Year Ended December 31, 2016

Line No.	Description	Adj. No.	Cascade Natural Gas - Original Filing			Cascade Natural Gas - 21% FIT Rate			Public Counsel			Rev. Req. Difference J = I - F	Public Counsel Position
			NOI A	Rate Base B	Rev. Req. C	NOI D	Rate Base E	Rev. Req. F	NOI G	Rate Base H	Rev. Req. I		
1	Unadjusted W.A Allocated Data (Per Books)		16,604,662	280,062,051	7,524,917	16,604,662	280,062,051	6,191,388	16,604,662	280,062,051	6,191,388	-	
2	Weather Normalization	R-1	3,077,609	-	(4,954,324)	3,740,479	-	(4,954,325)	3,740,479	-	(4,954,324)	1	PC Neutral in Direct
3	Promotional Advertising Adjustment	R-2	35,566	-	(57,254)	43,226	-	(57,254)	43,226	-	(57,254)	(1)	PC Agrees
4	Restate Revenue Adjustment	R-3	(1,501,021)	-	2,416,338	(1,824,318)	-	2,416,338	(1,824,318)	-	2,416,338	(0)	PC Neutral in Direct
5	Low Income Bill Assistance	R-4	346,667	-	(558,063)	421,333	-	(558,062)	421,333	-	(558,062)	(0)	PC Neutral in Direct
6	Interest Coordination Adjustment	P-1	(274,827)	-	442,416	(164,896)	-	218,407	(263,991)	-	349,660	131,253	Fall-Out Adjustment
7	Pro Forma Wage Adjustment	P-2	(934,593)	-	1,504,504	(1,135,890)	-	1,504,505	(296,298)	-	392,452	(1,112,053)	PC Modified
8	Pro Forma Plant Additions	P-3	(280,075)	17,820,193	2,630,493	(340,398)	17,820,193	2,244,229	-	-	-	(2,244,229)	PC Disagrees
9	Rate Case Costs	P-4	(194,033)	-	312,354	(235,824)	-	312,353	(40,332)	-	53,421	(258,932)	PC Modified
10	Pro Forma Compliance Department	P-5	(181,736)	-	292,558	(220,879)	-	292,558	(220,879)	-	292,558	0	PC Neutral in Direct
11	MAOP Deferral Amortization	P-6	(623,406)	-	1,003,557	(757,679)	-	1,003,558	(431,366)	-	571,351	(432,207)	PC Modified
12	Miscellaneous Charge Changes	P-7	(63,142)	-	101,646	(76,741)	-	101,645	(112,356)	-	148,818	47,173	PC Modified
13	CRM Adjustment	P-8	(50,707)	2,978,481	445,933	(61,629)	2,978,481	381,373	(61,629)	2,978,482	381,373	(0)	PC Neutral in Direct
14	Pro Forma Revenue	P-9	3,242,702	-	(5,220,090)	3,941,131	-	(5,220,091)	3,941,131	-	(5,220,091)	0	PC Neutral in Direct
15	Per Book FIT Restated at 21% FIT Rate	PC-1				1,661,750	-	(2,201,015)	1,661,750	-	(2,201,015)	-	PC Recommended
16	Remove Accrual for Legal Matter	PC-2				166,497	-	(220,528)	166,497	-	(220,528)	(220,528)	PC Recommended
17	Reduce MDU Rental Charges	PC-3				114,561	-	(151,738)	114,561	-	(151,738)	(151,738)	PC Recommended
18	Reduce Market Data Subscription Fees	PC-4				41,870	-	(55,457)	41,870	-	(55,457)	(55,457)	PC Recommended
19	Remove Foros True Boutique Charges	PC-5				41,617	-	(55,123)	41,617	-	(55,123)	(55,123)	PC Recommended
20	Remove Non-Qualified Pension Exp.	PC-6				100,731	-	(133,420)	100,731	-	(133,420)	(133,420)	PC Recommended
21	Reduce Incentive Compensation Exp.	PC-7				1,096,720	-	(1,452,623)	1,096,720	-	(1,452,623)	(1,452,623)	PC Recommended
Total Adjusted Results			19,203,666	300,860,725	5,884,984	21,594,327	300,860,725	1,675,607	24,723,407	283,040,534	(4,262,276)	(5,937,884)	
Rate of Return			7.598%			7.598%		7.598%			7.598%		
Gross Revenue Conversion Factor			62.1197%			62.1197%		75.4993%			75.4993%		

Sources:

Col. A, B and C: Company Exhibit MPP-5; Col. D, E and F: Company response to Bench Request 1; Col. G and H: Exhibit No.DMR-4.