

M-1, Sub 12 FNG		Total Company (Booked)					
Line No.	Item	Average Capital (a)	Average Capital Ratio (b)	Rate Base (c)	Average Embedded Cost (d)	Overall Cost/Rate % (e)	Total Company Earnings (f)
1	Long-term Debt	\$ 8,700,000	24.51%	\$ 8,700,000	4.23%	1.04%	\$ 368,010
2	Shareholders Equity	26,789,926	75.49%	26,789,926	8.59%	6.49%	2,302,430
3	Total Capitalization	\$ 35,489,926	100.00%	\$ 35,489,926		7.52%	\$ 2,670,440
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Line No.	Item	Total Company Booked (a)
<u>Rate of Return on Investment</u>		
1	Net Operating Income	\$ 3,045,316
2	Net Investment Including Materials and Supplies	\$ 44,149,398
3	Rate of Return on Investment (L1/L2)	6.90%
<u>Ratio of Earnings to Fixed Charges (SEC)</u>		
4	Net Income	\$ 2,302,430
5	Add Back:	
6	Federal Income Tax Including Investment Credits	\$ 635,652
7	State Income Tax	71,791
8	Total Net Income Plus Income Taxes	\$ 3,009,873
<u>Fixed Charges</u>		
9	Interest Expense	\$ 769,561
10	Total Fixed Charges (L9 + L10)	\$ 769,561
11	Earnings as Adjusted (L8+L11)	\$ 3,779,434
12	Ratio of Earnings to Fixed Charges (L12/L11)	4.91
13	Common Stock Dividends Paid/Declared	\$ 3,000,000
<u>Number of Shares Outstanding: (Rounded to thousands)</u>		
14	End of Period	10
15	Yearly Average	10

Capital

Schedule 2

Frontier Natural Gas Company

Twelve Months Ended March 31, 2023 (Preliminary)

Line No.	Item	Long-term Debt* (a)	Total Shareholder's Equity (c)	Total Capital (col. a+b+c) (d)
1	<u>Total Company</u>			
	Balance at end of:			
2	Mar-22	8,700,000	27,177,692	35,877,692
3	Apr-22	8,700,000	27,543,578	36,243,578
4	May-22	8,700,000	26,607,649	35,307,649
5	Jun-22	8,700,000	26,661,665	35,361,665
6	Jul-22	8,700,000	26,624,792	35,324,792
7	Aug-22	8,700,000	26,761,370	35,461,370
8	Sep-22	8,700,000	26,576,910	35,276,910
9	Oct-22	8,700,000	26,872,106	35,572,106
10	Nov-22	8,700,000	27,135,918	35,835,918
11	Dec-22	8,700,000	26,335,320	35,035,320
12	Jan-23	8,700,000	26,604,077	35,304,077
13	Feb-23	8,700,000	26,887,838	35,587,838
14	Mar-23	8,700,000	26,480,122	35,180,122
15	Total (Sum of Lines 2 thru 14)	\$ 113,100,000	\$ 348,269,037	\$ 461,369,037
16	13 Month Average (L15/13)	\$ 8,700,000	\$ 26,789,926	\$ 35,489,926
17	13 Month Average Ratio	24.51%	75.49%	100.00%
18	Net Proceeds			
19	Actual Interest Accrued for the Period	\$ 368,010		
20	Average Embedded Cost for the Period (Col. a, L23/L16)	4.23%		

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Rate Base

Schedule 3

Frontier Natural Gas Company

Twelve Months Ended March 31, 2023 (Preliminary)

Line No.	Item	Cost Free Capital							Total Company Booked CWIP (h)
		Plant in Service (a)	CWIP Allowed (b)	Accumulated Provision for Depreciation (c)	Accumulated Deferred Income Taxes (d)	Operating Reserves (e)	Working Capital Allowance (f)	Rate Base (a+b-c-d-e+f) (g)	
1	<u>Total Company Jurisdictional Data</u>								
	Balance at end of:								
2	Mar-22	63,193,701		22,648,770	2,202,983		1,241,551	39,583,500	2,220,739
3	Apr-22	64,494,148		22,790,023	2,312,150		767,915	40,159,890	3,532,724
4	May-22	65,463,941		22,936,281	2,331,267		814,023	41,010,417	3,265,014
5	Jun-22	66,114,742		23,071,548	2,347,383		857,695	41,553,506	3,916,916
6	Jul-22	66,742,434		23,208,191	2,336,382		869,340	42,067,202	4,335,880
7	Aug-22	67,725,068		23,343,329	2,377,132		893,728	42,898,335	5,302,884
8	Sep-22	66,447,435		23,478,421	2,322,095		992,096	41,639,015	4,029,396
9	Oct-22	66,937,932		23,613,503	2,397,724		951,199	41,877,904	4,519,893
10	Nov-22	67,304,908		23,747,394	2,476,436		970,071	42,051,149	4,890,055
11	Dec-22	68,021,330		23,909,261	2,565,457		1,063,279	42,609,890	3,058,514
12	Jan-23	68,386,030		24,051,962	1,899,406		1,112,181	43,546,843	3,432,351
13	Feb-23	69,050,664		24,196,036	1,984,070		1,165,502	44,036,060	3,888,263
14	Mar-23	69,345,006		24,341,101	2,138,409		1,283,902	44,149,398	4,034,657
15	Total (Sum of Lines 2 thru 14)	\$ 869,227,340	\$ -	\$ 305,335,819	\$ 29,690,893	\$ -	\$ 12,982,483	\$ 547,183,110	\$ 50,427,285
16	13 Month Average (L15/13)	\$ 66,863,642	\$ -	\$ 23,487,371	\$ 2,283,915	\$ -	\$ 998,653	\$ 42,091,008	\$ 3,879,022

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Line No.	Item	Total Company Booked (a)
1	<u>OPERATING REVENUES</u>	
2	Residential Sales	\$ 2,053,496
3	Commercial Sales	10,430,703
4	Industrial Sales	6,191,796
5	Sales for Resale:	
6	Transportation	4,809,486
7	Other Revenue	440,633
8	Unbilled Revenue	1,351,563
9	Total Sales	\$ 25,277,677
10	Total Gas Operating Revenues	\$ 25,277,677
11	<u>OPERATING EXPENSES</u>	
12	Purchased Gas	14,527,389
13	Maintenance	1,595,163
14	Other Operating Expenses (Except Taxes) (A)	3,294,872
15	Total Operating Expenses	\$ 19,417,424
16	Depreciation and Amortization	1,692,332
17	Total Expenses & Depreciation	\$ 21,109,756
18	<u>OPERATING TAXES</u>	
19	Federal Income Tax - Deferred	635,652
20	Total Federal Taxes - Operating	\$ 635,652
21	State Income Taxes	71,791
22	Other Operating Taxes (General)	415,162
23	Total Operating Taxes	\$ 1,122,605
24	Total Operating Expenses, Depreciation & Taxes	\$ 22,232,361
25	Net Operating Income (L15-L35) (Net of Interest on Customer Deposits)	\$ 3,045,316 =====

Line No.	Item	Total Company Booked (a)
26	<u>OTHER INCOME</u>	
27	Miscellaneous Income	\$ 26,675
28	Total Other Income	\$ 26,675
29	<u>INTEREST CHARGES</u>	
30	Interest on Long-term Debt	\$ 368,010
31	Amortization of Debt Discount and Expense	16,528
32	Other Interest Expense (A)	385,024
33	Total Interest Charges	\$ 769,561
34	Net Income Before Extraordinary and Delayed Items	\$ 2,302,430
35	Net Income	\$ 2,302,430
36	Net Income Available for Shareholders (Common) Equity	\$ 2,302,430
37	Shareholders Equity Capital	\$ 26,480,122
38	Shareholders Equity Capital - Simple Average	\$ 26,789,926
39	Rate of Return on Shareholders Equity - Year End	8.69%
40	Rate of Return on Shareholders (Common) Equity - Simple Average	8.59%

Line No.	Item	Total Company Booked (a)
1	<u>ASSETS</u>	
2	Gas Plant in Service	\$ 74,096,271
3	Less: Accumulated Depreciation & Amortization	24,341,101

4	Net Plant in Service	\$ 49,755,170
5	Plus: Materials and Supplies	1,283,902

6	Net Plant in Service and Materials & Supplies	\$ 51,039,072
7	CWIP Allowed in General Rate Cases	4,034,657
8	CIAC	(8,785,922)

9	Current Assets	\$ 5,230,076

10	Total Assets	\$ 51,517,883
		=====
11	<u>LIABILITIES AND SHAREHOLDERS EQUITY</u>	
12	Total Shareholders Equity	\$ 26,480,122
13	Total Long-term Debt	8,700,000

14	Total Capitalization (L15 + L16)	\$ 35,180,122
15	Advances from Parent or Affiliate	134,186
16	Accumulated Deferred Income Taxes (Net)	2,138,409
17	Other Liabilities	14,065,167

18	Total Liabilities	\$ 51,517,884
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Natural Gas Operations
N.C. Retail Revenues and Expenses

Line No.	Item	Twelve Months Ended March 31, 2023 (Preliminary) End of Period After Increase		Actual	
		Retail Amount (a)	Allocation Factors in Expenses as a % of Revenue (b)	Retail Amount (d)	Allocation Factors in Expenses as a % of Revenue (e)
1	<u>OPERATING REVENUES</u>				
2	Gross Operating Revenues	\$ 25,277,677	100.00%	\$ 25,277,677	100.00%
3	<u>OPERATING REVENUE DEDUCTIONS</u>				
4	Purchased Gas	14,527,389	57.47%	14,527,389	57.47%
5	Operating & Maintenance Expense	4,890,035	19.35%	4,890,035	19.35%
6	Depreciation and Amortization	1,692,332	6.69%	1,692,332	6.69%
7	Taxes Other Than Income Taxes	415,162	1.64%	415,162	1.64%
8	Taxes - State Income	71,791	0.28%	71,791	0.28%
9	Taxes - Federal Income and ITC Deferral	635,652	2.51%	635,652	2.51%
10	Interest on Customer Deposits	(18,559)	-0.07%	(18,559)	-0.07%
11	Total Operating Expenses	\$ 22,285,594	88.16%	\$ 22,285,594	88.16%
12	Net Operating Income for Return	\$ 2,992,084	11.84%	\$ 2,992,084	11.84%

Line No.	Type Obligation (Bonds, Debentures, Notes, etc.)	Issue Date (a)	Maturity Date (b)	Face Amount (c)	Amount Outstanding (d)	Interest Rate (e)	Interest Booked for 12 Months Ended This Report (f)	Interest Annualized On O/S Long- Term Debt Col. (e)*(d) (g)
1	4.23% Senior Notes	10/19/2016	10/19/2028	8,700,000	8,700,000	4.23	368,010	368,010
2	Total Senior Debt			\$ 8,700,000	\$ 8,700,000		\$ 368,010	\$ 368,010
3	Unamortized Debt Expense, Discount and Premium			(211,589)	(104,576)		16,528	16,528
4	Total Long-Term Debt			\$ 8,488,411	\$ 8,595,424		\$ 384,538	\$ 384,538

Line No.	Item	Total Company (a)	% of Total (e)
1	<u>Operating Revenues</u>		
2	Residential	\$ 2,053,496	8.12%
3	Commercial	10,430,703	41.26%
4	Industrial	6,191,796	24.50%
5	Sales for Resale:		0.00%
6	Transportation	4,809,486	19.03%
7	Other	440,633	1.74%
8	Unbilled	1,351,563	5.35%

9	Total Revenue from Sales of Gas	\$ 25,277,677	100.00%
		=====	
10	<u>Dekatherms Sold</u>		
11	Residential	138,874	3.47%
12	Commercial	735,882	18.41%
13	Industrial	457,629	11.45%
14	Sales for Resale:		0.00%
15	Transportation	2,664,316	66.66%

16	Total DTs Sales (Subtotal)	3,996,702	100.00%
	Total DTs Sold (row is tie point for Supp Report)	1,332,386	33.34%
		=====	
17	<u>Revenue Per DT Sold</u>		
18	Residential	14.79	
19	Commercial	14.17	
20	Industrial	13.53	
21	Sales for Resale:		
22	Transportation	1.81	
24	Total Revenue per DT Sold	6.32	

Line No.	Item	<u>N.C. Retail</u> (d)	<u>% of Total</u> (e)	<u>Customers</u> 3/31/2022
25	<u>Period End Number of Customers</u>			
26	Residential	2,870	58.78%	2,707
27	Commercial	1,777	36.39%	1,694
28	Industrial	205	4.20%	197
30	Sales for Resale:		0.00%	
31	Transportation	31	0.63%	31

32	Total Customers - Period End	4,883	100.00%	4,629
		=====		
33	<u>Average Number of Customers</u>			
34	Residential	2,789	58.63%	
35	Commercial	1,736	36.49%	
36	Industrial	201	4.23%	
39	Sales for Resale:		0.00%	
40	Transportation	31	0.65%	

41	Total Customers-Average	4,756	100.00%	
		=====		
42	<u>INFORMATIONAL ONLY</u>			
43	<u>Average DT Usage per Customer</u>			
44	Residential	50		
45	Commercial	424		
46	Industrial	2,277		
49	Sales for Resale:			
50	Transportation	85,946		
67	Total DT Usage per Customer - Average	280		

Line No.	Item	Total Co	NCUC FEE	
Revenue Subject to NCUC Fee				
1	Operating Revenues			
2	Residential Sales	2,053,496	2,840	
3	Commercial Sales	10,430,703	14,427	
4	Industrial Sales	6,191,796	8,564	
5	Public Authority Sales	-	-	
6	Unbilled Revenue	1,351,563	1,869	
7	Transport			
8	Total Sales of Gas	20,027,558	27,701	
Other Gas Revenue Subject to NCUC Fee:				
9	Other Operating Revenues			
10	Gas Transportation for Others	4,809,486	6,652	
11	Other Operating Revenues	440,633	609	
12	Subtotal - Other Operating Revenue		-	
13	Less: Customer Refunds	-	-	
14	Total Gas Revenues	25,277,677	34,962	
		34,962	12,610	Q1 2023 Reg Fee 0.140%
			5,558	Q2 2022 Reg Fee 0.130%
			5,439	Q3 2022 Reg Fee 0.140%
			11,356	Q4 2022 Reg Fee 0.140%
			34,962	0.138% ANNUAL RATE