

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	24.57%	\$ 8,700,000	4.23%	1.04%	\$ 368,010
2	Shareholders Equity	26,702,190	75.43%	26,702,190	9.36%	7.06%	2,498,492
3	Total Capitalization	\$ 35,402,190	100.00%	\$ 35,402,190		8.10%	\$ 2,866,502

Line No.	Item	Total Company Booked (a)
<u>Rate of Return on Investment</u>		
1	Net Operating Income	\$ 3,046,423
2	Net Investment Including Materials and Supplies	\$ 41,639,015
3	Rate of Return on Investment (L1/L2)	7.32%
<u>Ratio of Earnings to Fixed Charges (SEC)</u>		
4	Net Income	\$ 2,498,492
5	Add Back:	
6	Federal Income Tax Including Investment Credits	\$ 873,037
7	State Income Tax	(15,100)
8	Total Net Income Plus Income Taxes	\$ 3,356,430
<u>Fixed Charges</u>		
9	Interest Expense	\$ 529,036
10	Total Fixed Charges (L9 + L10)	\$ 529,036
11	Earnings as Adjusted (L8+L11)	\$ 3,885,466
12	Ratio of Earnings to Fixed Charges (L12/L11)	7.34
13	Common Stock Dividends Paid/Declared	\$ 1,000,000
<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 September 30, 2022 (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	Dec-21	8,700,000	25,797,417	34,497,417
3	Jan-22	8,700,000	26,333,513	35,033,513
4	Feb-22	8,700,000	26,766,336	35,466,336
5	Mar-22	8,700,000	27,177,692	35,877,692
6	Jan-22	8,700,000	26,333,513	35,033,513
7	Feb-22	8,700,000	26,766,336	35,466,336
8	Mar-22	8,700,000	27,177,692	35,877,692
9	Apr-22	8,700,000	27,543,578	36,243,578
10	May-22	8,700,000	26,607,649	35,307,649
11	Jun-22	8,700,000	26,661,665	35,361,665
12	Jul-22	8,700,000	26,624,792	35,324,792
13	Aug-22	8,700,000	26,761,370	35,461,370
14	Sep-22	8,700,000	26,576,910	35,276,910
15	Total (Sum of Lines 2 thru 14)	\$ 113,100,000	\$ 347,128,464	\$ 460,228,464
16	13 Month Average (L15/13)	\$ 8,700,000	\$ 26,702,190	\$ 35,402,190
17	13 Month Average Ratio	24.57%	75.43%	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%		

Line No.	Item	Cost Free Capital					Rate Base (a+b-c-d-e+f ) (g)	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)		
1	<u>Total Company Jurisdictional Data</u>							
	Balance at end of:							
2	Sep-21	62,647,734		21,800,713	2,661,407		800,297	4,129,896
3	Oct-21	62,867,188		21,941,331	2,727,435		763,081	4,911,052
4	Nov-21	63,282,004		22,080,303	2,834,892		924,707	5,336,249
5	Dec-21	61,555,794		22,225,740	1,791,158		900,565	4,454,399
6	Jan-22	61,978,206		22,366,807	1,951,110		732,212	4,878,529
7	Feb-22	62,345,563		22,507,502	2,080,249		706,591	1,354,466
8	Mar-22	63,193,701		22,648,770	2,202,983		1,241,551	2,220,739
9	Apr-22	64,494,148		22,790,023	2,312,150		767,915	3,532,724
10	May-22	65,463,941		22,936,281	2,331,267		814,023	3,265,014
11	Jun-22	66,114,742		23,071,548	2,347,383		857,695	3,916,916
12	Jul-22	66,742,434		23,208,191	2,336,382		869,340	4,335,880
13	Aug-22	67,725,068		23,343,329	2,377,132		893,728	5,302,884
14	Sep-22	66,447,435		23,478,421	2,322,095		992,096	4,029,396
15	Total (Sum of Lines 2 thru 14)	\$ 834,857,959	\$ -	\$ 294,398,959	\$ 30,275,642	\$ -	\$ 11,263,802	\$ 51,668,142
16	13 Month Average (L15/13)	\$ 64,219,843	\$ -	\$ 22,646,074	\$ 2,328,896	\$ -	\$ 866,446	\$ 3,974,472

Line No.	Item	Total Company Booked (a)
1	<u>OPERATING REVENUES</u>	
2	Residential Sales	\$ 1,418,936
3	Commercial Sales	7,891,792
4	Industrial Sales	4,627,772
5	Sales for Resale:	
6	Transportation	5,177,769
7	Other Revenue	619,906
8	Unbilled Revenue	252,622
9	Total Sales	\$ 19,988,797
10	Total Gas Operating Revenues	\$ 19,988,797
11	<u>OPERATING EXPENSES</u>	
12	Purchased Gas	9,356,979
13	Maintenance	1,231,189
14	Other Operating Expenses (Except Taxes) (A)	3,319,626
15	Total Operating Expenses	\$ 13,907,794
16	Depreciation and Amortization	1,686,415
17	Total Expenses & Depreciation	\$ 15,594,209
18	<u>OPERATING TAXES</u>	
19	Federal Income Tax - Deferred	873,037
20	Total Federal Taxes - Operating	\$ 873,037
21	State Income Taxes	(15,100)
22	Other Operating Taxes (General)	490,227
23	Total Operating Taxes	\$ 1,348,165
24	Total Operating Expenses, Depreciation & Taxes	\$ 16,942,374
25	Net Operating Income (L15-L35) (Net of Interest on Customer Deposits)	\$ 3,046,423

Line No.	Item	Total Company Booked (a)
26	<u>OTHER INCOME</u>	
27	Miscellaneous Income	\$ (18,895)
28	Total Other Income	\$ (18,895)
29	<u>INTEREST CHARGES</u>	
30	Interest on Long-term Debt	\$ 368,010
31	Amortization of Debt Discount and Expense	13,713
32	Other Interest Expense (A)	147,313
33	Total Interest Charges	\$ 529,036
34	Net Income Before Extraordinary and Delayed Items	\$ 2,498,492
35	Net Income	\$ 2,498,492
36	Net Income Available for Shareholders (Common) Equity	\$ 2,498,492
37	Shareholders Equity Capital	\$ 26,576,910
38	Shareholders Equity Capital - Simple Average	\$ 26,702,190
39	Rate of Return on Shareholders Equity - Year End	9.40%
40	Rate of Return on Shareholders (Common) Equity - Simple Average	9.36%

Line No.	Item	Total Company Booked (a)
1	<u>ASSETS</u>	
2	Gas Plant in Service	\$ 69,669,090
3	Less: Accumulated Depreciation & Amortization	23,478,421
		-----
4	Net Plant in Service	\$ 46,190,669
5	Plus: Materials and Supplies	992,096
		-----
6	Net Plant in Service and Materials & Supplies	\$ 47,182,765
7	CWIP Allowed in General Rate Cases	4,029,396
8	CIAC	(7,251,050)
		-----
9	Current Assets	\$ 4,669,331
		-----
10	Total Assets	\$ 48,630,442
		=====
11	<u>LIABILITIES AND SHAREHOLDERS' EQUITY</u>	
12	Total Shareholders' Equity	\$ 26,576,910
13	Total Long-term Debt	8,700,000
		-----
14	Total Capitalization (L15 + L16)	\$ 35,276,910
15	Advances from Parent or Affiliate	881,962
16	Accumulated Deferred Income Taxes (Net)	2,322,095
17	Other Liabilities	10,149,475
		-----
18	Total Liabilities	\$ 48,630,442
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Natural Gas Operations  
N.C. Retail Revenues and Expenses

Line No.	Item	Twelve Months Ended September 30, 2022 (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	\$ 19,988,797	100.00%	\$ 19,988,797	100.00%
3	<u>OPERATING REVENUE DEDUCTIONS</u>				
4	Purchased Gas	9,356,979	46.81%	9,356,979	46.81%
5	Operating & Maintenance Expense	4,550,815	22.77%	4,550,815	22.77%
6	Depreciation and Amortization	1,686,415	8.44%	1,686,415	8.44%
7	Taxes Other Than Income Taxes	490,227	2.45%	490,227	2.45%
8	Taxes - State Income	(15,100)	-0.08%	(15,100)	-0.08%
9	Taxes - Federal Income and ITC Deferral	873,037	4.37%	873,037	4.37%
10	Interest on Customer Deposits	(35,326)	-0.18%	(35,326)	-0.18%
11	Total Operating Expenses	\$ 16,891,948	84.51%	\$ 16,891,948	84.51%
12	Net Operating Income for Return	\$ 3,096,849	15.49%	\$ 3,096,849	15.49%

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)	(104,005)		13,713	13,713
4	Total Long-Term Debt			\$ 8,488,411	\$ 8,595,995		\$ 381,723	\$ 381,723



Line No.	Item	Total Company (a)	% of Total (e)
1	<u>Operating Revenues</u>		
2	Residential	\$ 1,418,936	7.10%
3	Commercial	7,891,792	39.48%
4	Industrial	4,627,772	23.15%
5	Sales for Resale:		0.00%
6	Transportation	5,177,769	25.90%
7	Other	619,906	3.10%
8	Unbilled	252,622	1.26%
		-----	
9	Total Revenue from Sales of Gas	\$ 19,988,797	100.00%
		=====	
10	<u>Dekatherms Sold</u>		
11	Residential	137,078	3.24%
12	Commercial	742,250	17.54%
13	Industrial	448,654	10.60%
14	Sales for Resale:		0.00%
15	Transportation	2,903,980	68.62%
		-----	
16	Total DTs Sales (Subtotal)	4,231,961	100.00%
	Total DTs Sold (row is tie point for Supp Report)	1,327,982	31.38%
		=====	
17	<u>Revenue Per DT Sold</u>		
18	Residential	10.35	
19	Commercial	10.63	
20	Industrial	10.31	
21	Sales for Resale:		
22	Transportation	1.78	
24	Total Revenue per DT Sold	4.72	

## Frontier Natural Gas Company

Twelve Months Ended September 30, 2022 (Preliminary)

Line No.	Item	N.C. Retail (d)	% of Total (e)	Customers 6/30/2022
25	<u>Period End Number of Customers</u>			
26	Residential	2,721	58.33%	2,651
27	Commercial	1,716	36.78%	1,791
28	Industrial	197	4.22%	205
30	Sales for Resale:		0.00%	
31	Transportation	31	0.66%	31
		-----		
32	Total Customers - Period End	4,665	100.00%	4,678
		=====		
33	<u>Average Number of Customers</u>			
34	Residential	2,686	57.50%	
35	Commercial	1,754	37.54%	
36	Industrial	201	4.30%	
39	Sales for Resale:		0.00%	
40	Transportation	31	0.66%	
		-----		
41	Total Customers-Average	4,672	100.00%	
		=====		
42	<u>INFORMATIONAL ONLY</u>			
43	<u>Average DT Usage per Customer</u>			
44	Residential	51		
45	Commercial	423		
46	Industrial	2,232		
49	Sales for Resale:			
50	Transportation	93,677		
67	Total DT Usage per Customer - Average	284		

Line No.	Item	Total Co	NCUC FEE	
Revenue Subject to NCUC Fee				
1	Operating Revenues			
2	Residential Sales	1,418,936	1,872	
3	Commercial Sales	7,891,792	10,413	
4	Industrial Sales	4,627,772	6,106	
5	Public Authority Sales	-	-	
6	Unbilled Revenue	252,622	333	
7	Transport			
8	Total Sales of Gas	14,191,122	18,725	
Other Gas Revenue Subject to NCUC Fee:				
9	Other Operating Revenues			
10	Gas Transportation for Others	5,177,769	6,832	
11	Other Operating Revenues	619,906	818	
12	Subtotal - Other Operating Revenue		-	
13	Less: Customer Refunds	-	-	
14	Total Gas Revenues	19,988,797	26,375	
		25,985	6,332	Q4 2021 Reg Fee 0.130%
			9,046	Q1 2022 Reg Fee 0.130%
			5,558	Q2 2022 Reg Fee 0.130%
			5,439	Q3 2022 Reg Fee 0.140%
			26,375	0.132% ANNUAL RATE