

## Appendix A

**Case No. 9704**  
**Washington Gas Light Company**  
**For the Twelve Months Ended December 31, 2022**

**Development of Awarded Revenue Requirement**

Adjusted Rate Base	\$ 1,399,947,375
Rate of Return	7.04%
Required Operating Income	<u>98,556,295</u>
Adjusted Operating Income	89,745,086
Operating Income Deficiency	8,811,209
Conversion Factor	<u>1.4277</u>
Revenue Requirement	<u><u>\$ 12,579,764</u></u>
<u>Rate Base</u>	
Unadjusted Rate Base	\$ 1,487,791,390
Uncontested Adjustments	<u>(70,844,238)</u>
Total Before Contested Adjustments	\$ 1,416,947,152
Contested Rate Base Adjustments:	
Cash Working Capital	<u>(16,999,777)</u>
Total	\$ (16,999,777)
Total Rate Base	\$ 1,399,947,375
<u>Operating Income</u>	
Per Book Operating Income	\$ 106,271,850
Uncontested Adjustments	<u>(26,075,784)</u>
Adjusted Income Before Contested Adjustments	\$ 80,196,066
Contested Income Adjustments:	
Amortization of Union Contract Ratification Costs	(35,062)
Adjust Salaries	(431,875)
Remove Fully Amortized Software	1,069,023
Remove L-T incentives	3,273,241
Remove S-T Incentives	934,452
Adjust Leak Detection Expenses	427,350
Adj Medical Plan Inflation	942,693
Adj Call Center Expenses	2,675,423
Remove Lobbying Costs	39,214
Adjust Payroll Taxes	297,952
Accounts Payable Takeback	154,452
Remove Promotional Advertising	280,461
Interest Synchronization	<u>(78,302)</u>
	\$ 9,549,020
Total Adjusted Operating Income	\$ 89,745,086