

DEPARTMENT OF PUBLIC UTILITIES

This statement is filed in accordance with Chapter 164, Section 84A

CONDENSED FINANCIAL RETURN

FOR THE YEAR ENDED DECEMBER 31, 1988

RECEIVED BY
OFFICE OF CITY CLERKFULL NAME OF COMPANY COMMONWEALTH GAS COMPANY -3 AM 11:33LOCATION OF PRINCIPAL BUSINESS OFFICE ONE MAIN STREET CAMBRIDGE MA.CAMBRIDGE, MA 02142-9150

Statement of Income for the Year

<u>Item</u>	<u>Current Year</u>	<u>Increase or (Decrease) from Preceding Year</u>
OPERATING INCOME		
Operating Revenues	\$250 407 724	\$14 749 551
Operating Expenses:		
Operation Expense	201 242 208	2 457 487
Maintenance Expense	9 733 037	(179 591)
Depreciation Expense	6 074 570	1 307 598
Amortization of Utility Plant	5 101	4 680
Amortization of Property Losses	-	-
Amortization of Investment Tax Credit	(229 143)	55 891
Taxes Other Than Income Taxes	6 274 408	708 599
Income Taxes	4 758 968	2 393 264
Provisions for Deferred Federal Income Taxes	1 325 584	(656 322)
Federal Income Taxes Deferred in Prior Years-Cr	(212 881)	(76 415)
Total Operating Expenses	228 971 852	6 015 191
Net Operating Revenues	21 435 872	8 734 360
Income from Utility Plant Leased to Others	-	-
Other Utility Operating Income	-	-
Total Utility Operating Income	21 435 872	8 734 360
OTHER INCOME		
Income from Mdse. Jobbing & Contract Work	203 197	182 027
Income from Nonutility Operations	-	-
Nonoperating Rental Income	90 238	(3 524)
Interest and Dividend Income	829 110	(159 814)
Miscellaneous Nonoperating Income	101 225	86 947
Total Other Income	1 223 770	105 636
Total Income	22 659 642	8 839 996
MISCELLANEOUS INCOME DEDUCTIONS		
Miscellaneous Amortization	-	-
Other Income Deductions	83 386	(154 217)
Total Income Deductions	83 386	(154 217)
Income Before Interest Charges	22 576 256	8 994 213
INTEREST CHARGES		
Interest on Long-Term Debt	5 626 269	(97 032)
Amortization of Debt Discount and Expense	43 090	(1 809)
Amortization of Premium on Debt-Credit	(4 523)	793
Interest on Debt to Associated Companies	19 892	19 479
Other Interest Expense	1 774 878	1 146 798
Interest Charged to Construction-Credit	(165 516)	(116 208)
Total Interest Charges	7 294 090	952 021
Net Income	\$ 15 282 166	\$ 8 042 192

BALANCE SHEET

BALANCE		BALANCE	
Title of Account	End of Year	Title of Account	End of Year
UTILITY PLANT		PROPRIETARY CAPITAL	
Utility Plant	\$ 223 703 328	CAPITAL STOCK	
		Common Stock Issued	45 800 000
OTHER PROPERTY AND INVESTMENTS		Preferred Stock Issued	-
Nonutility Property	1 096 184	Capital Stock Subscribed	-
Investment in Associated Companies	-	Premium on Capital Stock	12 363 533
Other Investments	233 986	Total	58 163 533
Special Funds	19 531		
Total Other Property and Investment	1 349 701	SURPLUS	
		Other Paid-In Capital	-
CURRENT AND ACCRUED ASSETS		Earned Surplus	6 314 348
Cash	687 481	Surplus Invested in Plant	2 461 000
Special Deposits	-	Total	8 775 348
Working Funds	10 000	Total Proprietary Capital	66 938 881
Temporary Cash Investments	-	LONG-TERM DEBT	
Notes and Accounts Receivable	22 002 039	Bonds	62 035 000
Receivables from Associated Companies	1 189 882	Advances from Associated Companies	-
Materials and Supplies	13 170 135	Other Long-Term Debt	-
Prepayments	585 634	Total Long-Term Debt	62 035 000
Interest and Dividends Receivable	-	CURRENT AND ACCRUED LIABILITIES	
Rents Receivable	30 404	Notes Payable	27 750 000
Accrued Utility revenues	25 182 934	Accounts Payable	19 055 178
Misc. Current and Accrued Assets	1 425 729	Payables to Assoc. Companies	8 716 280
Total Current and Accrued Assets	64 284 238	Customer Deposits	1 111 165
		Taxes Accrued	5 068 843
DEFERRED DEBITS		Interest Accrued	1 007 718
Unamortized Debt Discount and Expense	356 436	Dividends Declared	-
Extraordinary Property Losses	-	Matured Long-Term Debt	-
Preliminary Survey and Investigation Charges	154	Matured Interest	-
Clearing Accounts	-	Tax Collections Payable	130 228
Temporary Facilities	-	Misc. Current and Accrued Liabilities	5 402 431
Miscellaneous Deferred Debits	2 396 658	Total Current and Accrued Liabilities	68 241 843
Total Deferred Debits	2 753 248	DEFERRED CREDITS	
		Unamortized Premium on Debt	18 867
CAPITAL STOCK DISCOUNT AND EXPENSE		Customer Advances for Construction	11 000
Discount on Capital Stock	-	Other Deferred Credits	11 279 980
Capital Stock Expense	-	Total Deferred Credits	11 309 847
Total Capital Stock Discount and Expense	-	RESERVES	
REACQUIRED SECURITIES		Reserves for Depreciation	53 226 577
Reacquired Capital Stock	-	Reserves for Amortization	16 651
Reacquired Bonds	-	Reserve for Uncollectible Accounts	1 339 854
Total Reacquired Securities	-	Operating Reserves	3 699 752
Total Assets and Other Debits	292 090 515	Reserve for Depreciation and Amortization of Nonutility Property	879
		Reserves for Deferred Federal Income Taxes	25 281 231
		Total Reserves	83 564 944
		CONTRIBUTIONS IN AID OF CONSTRUCTION	
		Contributions in Aid of Construction	-
		Total Liabilities and Other Credits	292 090 515

STATEMENT OF EARNED SURPLUS

3

Unappropriated Earned Surplus		
(at beginning of period)	\$ 5 230 182	\$ (179 626)
Balance Transferred from Income	15 282 166	8 042 192
Miscellaneous Credits to Surplus	-	-
Miscellaneous Debits to Surplus	-	-
Appropriations of Surplus	-	-
Net Additions to Earned Surplus	15 282 166	8 042 192
Dividends Declared - Preferred Stock	-	-
Dividends Declared - Common Stock	14 198 000	6 778 400
Unappropriated Earned Surplus (at end of period)	\$ 6 314 348	\$ 1 084 166

ELECTRIC OPERATING REVENUES

Account	Operating Revenues	
	Amount For Year	Increase or (Decrease) from Preceding Year
SALES OF ELECTRICITY		
Residential Sales	\$ NONE	\$
Commercial and Industrial Sales		
Small (or Commercial)		
Large (or Industrial)		
Public Street and Highway Lighting		
Other Sales to Public Authorities		
Sales to Railroad and Railways		
Interdepartmental Sales		
Miscellaneous Electric Sales		
Total Sales to Ultimate Consumers		
Sales for Resale		
Total Sales of Electricity		
OTHER OPERATING REVENUES		
Forfeited Discounts		
Miscellaneous Service Revenues		
Sales of Water and Water Power		
Rent from Electric Property		
Interdepartmental Rents		
Other Electric Revenues		
Total Other Operating Revenues		
Total Electric Operating Revenues		

SUMMARY OF ELECTRIC OPERATION AND MAINTENANCE EXPENSES

Functional Classification	Operation	Maintenance	Total
Power Production Expenses	\$NONE	\$	\$
Electric Generation:			
Steam Power			
Nuclear Power			
Hydraulic Power			
Other Power			
Other Power Supply Expenses			
Total Power Production Expenses			
Transmission Expenses			
Distribution Expenses			
Customer Accounts Expenses			
Sales Expenses			
Administrative and General Expenses			
Total Electric Operation and Maintenance Expenses			

GAS OPERATING REVENUES

4

Account	Operating Revenues	
	Amount For Year	Increase or (Decrease) from Preceding Year
SALES OF GAS		
Residential Sales	\$142 965 260	\$16 275 639
Commercial and Industrial Sales		
Small (or Commercial)	52 862 523	(2 277 314)
Large (or Industrial)	35 980 399	(12 231 767)
Other Sales to Public Authorities	8 335 217	(1 057 531)
Interdepartmental Sales	-	-
Miscellaneous Gas Sales	7 406 840	13 157 209
Total Sales to Ultimate Consumers	247 550 239	13 866 236
Sales for Resale	618 908	599 996
Total Sales of Gas	248 169 147	14 466 232
OTHER OPERATING REVENUES		
Forfeited Discounts	277 145	13 503
Miscellaneous Service Revenues	857 933	(132 953)
Revenues from Transportation of Gas of Others	-	-
Sales of Products Extracted from Natural Gas	-	-
Revenues from Natural Gas Processed by Others	-	-
Rent from Gas Property	184 482	8 875
Interdepartmental Rents	-	-
Other Gas Revenues	919 017	393 894
Total Other Operating Revenues	2 238 577	283 319
Total Gas Operating Revenues	\$250 407 724	\$14 749 551

SUMMARY OF GAS OPERATION AND MAINTENANCE EXPENSES

Functional Classification	Operation	Maintenance	Total
Steam Production	\$ -	\$ -	\$ -
Manufactured Gas Production	33 443	142 717	176 160
Other Gas Supply Expenses	148 432 423	-	148 432 423
Total Production Expenses	148 465 866	142 717	148 608 583
Local Storage Expenses	515 714	171 104	686 818
Transmission and Distribution Expenses	14 668 338	8 980 462	23 648 800
Customer Accounts Expenses	13 354 141	-	13 354 141
Sales Expenses	3 125 192	-	3 125 192
Administrative and General Expenses	21 112 957	438 754	21 551 711
Total Gas Operation and Maintenance Expenses	\$201 242 208	\$9 733 037	\$210 975 245

March 31, 1989, I hereby certify that the foregoing statements are full, just and true to the best of my knowledge and belief. This statement is signed under the penalties of perjury.


Financial Vice-President


Comptroller

COMGas

RECEIVED BY
OFFICE OF CITY CLERK

1989 APR -3 AM 11:33

CAMBRIDGE MA.

Commonwealth Gas Company

Post Office Box 9150

Cambridge, Massachusetts 02142-9150

Telephone (617) 225-4000

March 31, 1989

Clerk
City of Cambridge-City Clerk
City Hall
Cambridge, MA 02139

Dear Sir:

The attached statement is filed in accordance with General Laws,
as amended, Chapter 164, Section 84A.

Very truly yours,



James W. Cardella
Accounting Manager

CG
JWC:rmi
Enclosures

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S-261

Comm. from James W. Cardella, Accounting Mgr.,
ComGas, transmitting a copy of their Condensed
Financial Return for 1988, in accord with MGLA,
Chapter 164, Section 84A.

In City Council,

April 10, 1989

4-10-89

Placed on File.