

# **The Berkshire Gas Company**

**Financial Statements (Unaudited)**

**For the Nine Months Ended September 30, 2024 and 2023**

# **The Berkshire Gas Company**

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**The Berkshire Gas Company**  
**Statements of Income (Unaudited)**

Periods Ended September 30,	Three Months		Nine Months	
	2024	2023	2024	2023
(Thousands)				
<b>Operating Revenues</b>	<b>\$ 8,307</b>	<b>\$ 10,851</b>	<b>\$ 62,090</b>	<b>\$ 69,205</b>
<b>Operating Expenses</b>				
Natural gas purchased	462	1,138	17,355	20,202
Operations and maintenance	9,962	7,759	31,832	27,583
Depreciation and amortization	2,550	2,328	7,495	6,940
Taxes other than income taxes, net	1,999	1,861	6,283	5,648
<b>Total Operating Expenses</b>	<b>14,973</b>	<b>13,086</b>	<b>62,965</b>	<b>60,373</b>
<b>Operating Income (Loss)</b>	<b>(6,666)</b>	<b>(2,235)</b>	<b>(875)</b>	<b>8,832</b>
Other income	194	486	765	806
Other deductions	(142)	(73)	(418)	(118)
Interest expense, net of capitalization	(786)	(879)	(2,831)	(2,312)
<b>Income (Loss) Before Income Tax</b>	<b>(7,400)</b>	<b>(2,701)</b>	<b>(3,359)</b>	<b>7,208</b>
Income tax expense (benefit)	(1,866)	(770)	(815)	1,913
<b>Net Income (Loss)</b>	<b>\$ (5,534)</b>	<b>\$ (1,931)</b>	<b>\$ (2,544)</b>	<b>\$ 5,295</b>

**The Berkshire Gas Company**  
**Balance Sheets (Unaudited)**

As of	September 30,	December 31,
(Thousands)	2024	2023
<b>Assets</b>		
<b>Current Assets</b>		
Cash and cash equivalents	\$ 120	\$ 488
Accounts receivable and unbilled revenues, net	3,534	16,812
Accounts receivable from affiliates	467	5
Gas in storage	3,652	3,538
Materials and supplies	3,084	3,344
Income tax receivable	2,905	—
Other current assets	1,357	684
Regulatory assets	16,000	14,396
<b>Total Current Assets</b>	<b>31,119</b>	<b>39,267</b>
Utility plant, at original cost	366,770	349,882
Less accumulated depreciation	(114,564)	(107,271)
<b>Net Utility Plant in Service</b>	<b>252,206</b>	<b>242,611</b>
Construction work in progress	6,706	3,144
<b>Total Utility Plant</b>	<b>258,912</b>	<b>245,755</b>
Operating lease right-of-use assets	94	100
Other property and investments	2,249	2,170
<b>Regulatory and Other Assets</b>		
Regulatory assets	17,680	18,728
Goodwill	51,932	51,932
Other	24	16
<b>Total Regulatory and Other Assets</b>	<b>69,636</b>	<b>70,676</b>
<b>Total Assets</b>	<b>\$ 362,010</b>	<b>\$ 357,968</b>

**The Berkshire Gas Company  
Balance Sheets (Unaudited)**

As of	September 30, 2024	December 31, 2023
(Thousands, except share information)		
<b>Liabilities</b>		
<b>Current Liabilities</b>		
Notes payable to affiliates	\$ 33,650	\$ 17,200
Accounts payable and accrued liabilities	6,782	14,934
Accounts payable to affiliates	4,328	5,371
Interest accrued	635	818
Taxes accrued	1,018	1,692
Operating lease liabilities	8	7
Regulatory liabilities	1,093	463
Other	4,117	4,159
<b>Total Current Liabilities</b>	<b>51,631</b>	<b>44,644</b>
<b>Regulatory and Other Liabilities</b>		
Regulatory liabilities	52,260	51,866
<b>Other Non-current Liabilities</b>		
Deferred income taxes	34,995	32,790
Pension and other postretirement	10,131	12,779
Operating lease liabilities	86	92
Environmental remediation costs	1,572	1,978
Other	1,382	1,333
<b>Total Regulatory and Other Liabilities</b>	<b>100,426</b>	<b>100,838</b>
Non-current debt	59,678	59,642
<b>Total Liabilities</b>	<b>211,735</b>	<b>205,124</b>
<b>Commitments and Contingencies</b>		
<b>Common Stock Equity</b>		
Additional paid-in capital	126,479	126,504
Retained earnings	23,796	26,340
<b>Total Common Stock Equity</b>	<b>150,275</b>	<b>152,844</b>
<b>Total Liabilities and Equity</b>	<b>\$ 362,010</b>	<b>\$ 357,968</b>

**The Berkshire Gas Company**  
**Statements of Cash Flows (Unaudited)**

Periods Ended September 30,	2024	2023
(Thousands)		
<b>Cash Flow from Operating Activities:</b>		
<b>Net income (loss)</b>	<b>\$ (2,544)</b>	<b>\$ 5,295</b>
Adjustments to reconcile net income (loss) to net cash provided by operating activities:		
Depreciation and amortization	7,495	6,940
Regulatory assets/liabilities amortization	950	(363)
Regulatory assets/liabilities carrying cost	(526)	(418)
Amortization of debt issuance costs	36	35
Deferred taxes	2,070	2,292
Pension cost	239	594
Stock-based compensation	17	40
Other non-cash items	67	(200)
Changes in operating assets and liabilities:		
Accounts receivable, from affiliates, and unbilled revenues	12,816	14,354
Inventories	146	(253)
Accounts payable, to affiliates, and accrued liabilities	(3,725)	(14,662)
Taxes accrued	(3,633)	(192)
Other assets/liabilities	(713)	(695)
Regulatory assets/liabilities	(4,724)	2,115
<b>Net Cash Provided by Operating Activities</b>	<b>7,971</b>	<b>14,882</b>
<b>Cash Flow from Investing Activities:</b>		
Capital expenditures	(24,938)	(20,222)
Contributions in aid of construction	126	373
Proceeds from sale of utility plant	23	99
<b>Net Cash Used in Investing Activities</b>	<b>(24,789)</b>	<b>(19,750)</b>
<b>Cash Flow from Financing Activities:</b>		
Notes payable to affiliates	16,450	4,200
<b>Net Cash Provided by Financing Activities</b>	<b>16,450</b>	<b>4,200</b>
<b>Net Decrease in Cash and Cash Equivalents</b>	<b>(368)</b>	<b>(668)</b>
<b>Cash and Cash Equivalents, Beginning of Period</b>	<b>488</b>	<b>668</b>
<b>Cash and Cash Equivalents, End of Period</b>	<b>\$ 120</b>	<b>\$ —</b>

**The Berkshire Gas Company**  
**Statements of Changes in Common Stock Equity (Unaudited)**

(Thousands, except per share amounts)	Number of shares (*)	Common stock	Additional Paid-In Capital	Retained Earnings	Accumulated Other Comprehensive Income	Total Common Stock Equity
<b>As of December 31, 2022</b>	<b>100</b>	<b>\$ —</b>	<b>\$ 126,506</b>	<b>\$ 17,424</b>	<b>\$ 57</b>	<b>\$ 143,987</b>
Net income	—	—	—	5,295	—	5,295
Stock-based compensation	—	—	(13)	—	—	(13)
<b>As of September 30, 2023</b>	<b>100</b>	<b>\$ —</b>	<b>\$ 126,493</b>	<b>\$ 22,719</b>	<b>\$ 57</b>	<b>\$ 149,269</b>
<b>As of December 31, 2023</b>	<b>100</b>	<b>\$ —</b>	<b>\$ 126,504</b>	<b>\$ 26,340</b>	<b>\$ —</b>	<b>\$ 152,844</b>
Net loss	—	—	—	(2,544)	—	(2,544)
Stock-based compensation	—	—	(25)	—	—	(25)
<b>As of September 30, 2024</b>	<b>100</b>	<b>\$ —</b>	<b>\$ 126,479</b>	<b>\$ 23,796</b>	<b>\$ —</b>	<b>\$ 150,275</b>

(\*) Par value of share amounts is \$2.50