



Leatherstocking Gas Company
330 West William Street
Corning, NY 14830

March 31, 2025

Honorable Rosemary Chiavetta
Secretary
Commonwealth of Pennsylvania
Pennsylvania Public Utility Commission
400 North Street
Harrisburg, Pennsylvania 17105-3265

RE: Docket Number **M-2025-3052807** - Leatherstocking Gas Company Public Utility Earnings Report (52 Pa. Code, Chapter 71)

Dear Secretary Chiavetta:

In compliance with 52 Pa. Code, Chapter 71, Leatherstocking Gas Company ("Leatherstocking") submits for filing a report of Gas department earnings for the twelve months ended December 31, 2024.

This report was compiled using the computerized format obtained from the Public Utility Commission's web site. A copy is also being e-mailed to Marc Hoffer at mhoffer@pa.gov

Truly yours,

A handwritten signature in black ink, appearing to read "Charles Lennox", is written over a white background.

Charles Lennox
Chief Financial Officer

SCHEDULE A

Company Name: **Leatherstocking Gas Company**

Financial Report for Twelve Months Ended

December 31, 2024

(Thousands of Dollars)

	Actual per <u>Books</u> (1)	Intrastate <u>Percent</u> (2)	Intrastate <u>per books</u> (3)	<u>Adjustments (a)</u> (4)	<u>Adjusted Results</u> (5)
(1) Original Cost of Plant In Service	\$13,208	100%	\$13,208	0	\$13,208
(2) Less: Depreciation Reserve	1,891	100%	1,891		1,891
(3) Net Plant in Service	11,317		11,317	0	11,317
<u>Additions:</u>					
(4) Land/Plant Held for Future Use		100%	0		0
(5) Materials & Supplies & Fuel Stocks	167	100%	167		167
(6) Cash Working Capital (b)	113	100%	113		113
(7) Other	658	100%	658		658
<u>Deductions:</u>					
(8) Accumulated Deferred Income Taxes		100%	0	-	0
(9) Liberalized Depreciation		100%	0		0
(10) Investment Tax Credit		100%	0		0
(11) Other		100%	0		0
(12) Customer Deposits		100%	0		0
(13) Customer Advances		100%	0		0
(14) Contributions in Aid of Construction		100%	0		0
(15) Other		100%	0		0
(16) RATE BASE	\$12,254		\$12,254	0	\$12,254
(17) <u>Operating Revenues</u>	<u>1,963</u>	<u>100%</u>	<u>1,963</u>		<u>\$1,963</u>
<u>Operating Expenses</u>					
(18) Operation & Maintenance	1,060	100%	1,060		1,060
(19) Annual Depreciation	419	100%	419		419
(20) Taxes - Other than Income	31	100%	31		31
(21) State Income Tax - Current	(29)	100%	(29)		(29)
(22) Federal Income Tax - Current	21	100%	21		21
(23) Deferred Income Taxes	197	100%	197		197
(24) Investment Tax Credit (Net)		100%	0		0
(25) Total Operating Expenses	1,700		1,700	0	1,700
(26) INCOME AVAILABLE FOR RETURN	263		\$263	\$0	\$263
RATE OF RETURN - OVERALL	2.15%		2.15%		2.15%

(a) Schedule B and Schedule C

(b) As adjudicated in last rate case
or as currently calculated

SCHEDULE B

COMPANY NAME: Leatherstocking Gas Company

Summary of Pro Forma Intrastate Adjustments
(Thousands of Dollars)

	<u>Rate Base Adjustments</u>	<u>Rate Base</u>	<u>Revenues</u>	<u>Expenses</u>	<u>Taxes*</u>
(1)	████████████████████				
(2)	████████████████████				
(3)	████████████████████				
<u>Income Statement Adjustments</u>					
(4)	████████████████████				
(5)	████████████████████				
(6)	████████████████████				
(7)	████████████████████				
(8)	████████████████████				
(9)	████████████████████				
(10)	████████████████████				
Totals		<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>	<u><u>\$0</u></u>

SCHEDULE C

COMPANY NAME: Leatherstocking Gas Company

Explanation of Adjustments

Rate Base Adjustments

(1) [Redacted]

(2) [Redacted]

(3) [Redacted]

Income Statement Adjustments

(4) [Redacted]

(5) [Redacted]

(6) [Redacted]

(7) [Redacted]

(8) [Redacted]

(9) [Redacted]

(10) [Redacted]

SCHEDULE D-1

COMPANY NAME: Leatherstocking Gas Company
 Intrastate Per Books
 Calculation of Return on Common Equity
 for the 12 Months Ended 12/31/24
 (Thousands of Dollars)

	Capital Ratios (a) (1)	x	Rate Base (b) (2)	=	Totals (3)	x	Embedded Cost Rates(c) (4)	=	Total Rate Base Related Cost of Debt and Preferred & Preference (5)
	Sch. E Col. 2		Sch. A. Col. 3 Line 16				Sch. F Col. 7		
1) Debt	57.20%		\$12,254		\$7,010		6.38%		\$447
2) Preferred	0.00%		\$0		0				0
3) Common Equity	42.80%		\$12,254		5,245				
4) Total	100.00%				\$12,254				\$447

12 Months ended 12/31/24

	Intrastate Per Books
5) Income Available for Return (from Sch. A, Col. 3, Line 26)	\$263
6) Less: Total Rate Base Related Cost of Debt and Preferred (Col 5, Line 4)	\$447
7) Income Available for Common Equity (Line 5 Less Line 6)	(\$184)
8) Debt Cost (Col 5., Line 1)	\$447
9) Less: Interest Expense used to compute State and Federal Income Taxes	438
10) Difference (Line 8 Less Line 9)	9
11) Times: Composite State and Federal Income Tax Rate	27.71%
12) Net Addition or (Deduction) (Line 10 x Line 11)	\$3
13) Income Available for Common Equity, including Income Tax Effect of using Debt Cost (Line 7 plus Line 12)	(\$182)
14) Return on Common Equity (Line 7/Line 3, Col. 3)	-3.52%
15) Return on Common Equity, including Income Tax Effect of using Debt Cost (Line 13/Line 3, Col. 3)	-3.47%

SCHEDULE D-2

COMPANY NAME: Leatherstocking Gas Company
 Intrastate Pro Forma Results
 Calculation of Return on Common Equity
 for the 12 Months Ended 12/31/24

(Thousands of Dollars)

	Capital Ratios(a) (1)	x	Rate Base(b) (2)	=	Totals (3)	x	Embedded Cost Rates(c) (4)	=	Total Rate Base Related Cost of Debt and Preferred & Preference (5)
	Sch. E Col. 2		Sch. A. Col. 5 Line 16				Sch. F Col. 7		
1) Debt	57.20%		\$12,254		\$7,010		6.38%		\$447
2) Preferred	0.00%		\$0		0				0
3) Common Equity	42.80%		\$12,254		5,245				
4) Total	100.00%				\$12,254				\$447

12 Months ended 12/31/24

	Intrastate Adjusted
5) Income Available for Return (from Sch. A, Col. 5, Line 26)	\$263
6) Less: Total Rate Base Related Cost of Debt and Preferred (Col 5, Line 4)	\$447
7) Income Available for Common Equity (Line 5 Less Line 6)	(\$184)
8) Debt Cost (Col 5., Line 1)	\$447
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10) Difference (Line 8 Less Line 9)	9
11) Times: Composite State and Federal Income Tax Rate	27.71%
12) Net Addition or (Deduction) (Line 10 x Line 11)	\$3
13) Income Available for Common Equity, including Income Tax Effect of using Debt Cost (Line 7 plus Line 12)	(\$182)
14) Return on Common Equity (Line 7/Line 3, Col. 3)	-3.52%
15) Return on Common Equity, including Income Tax Effect of using Debt Cost (Line 13/Line 3, Col. 3)	-3.47%

SCHEDULE E

COMPANY NAME: Leatherstocking Gas Company
 Calculation of Capital Structure and Related Ratios
 for the Twelve Months Ended 12/31/24

(Thousands of Dollars)

	Total Company Actual Amount Outstanding <u>(1)</u>	<u>Ratios</u> (2)
Total Debt (Sch. F., Col. 4)	\$6,910	57.20%
Total Preferred & Preference Stock Stock (Sch. F., Co.. 4)	0	0.00%
<u>Common Equity</u>		
Common Stock	67	
Premium on Common Stock		
Capital Surplus		
Capital Stock		
Retained Earnings	5,103	
Other		
Total Common Equity	<u>5,170</u>	<u>42.80%</u>
Total Capital	<u><u>\$12,080</u></u>	<u><u>100.00%</u></u>

Schedule F

COMPANY NAME:
 Cost of Debt and Preferred Stock as Adjusted
 For the 12 Months Ended

Leatherstocking Gas Company

12/31/24

(Thousands of Dollars)

Item/Description	Issue Date (1)	Maturity Date (2)	Interest & Debt Discount Expense (3)	Outstanding Balance (4)	Effective Cost Rate (5)	Percent to Total (6)	Weighted Cost Rate (7)
Long Term Debt	Sep-24	Sep-34	343	6,414	6.33%	93%	5.88%
Short Term Debt (If Applicable)		Line of Credit	95	496	7.06%	7%	0.51%
Total				6,910			6.38%
Preferred Stock							
Total				6,910			6.38%

Leatherstocking Gas Company

Summary of Returns

Overall Return - Actual	Overall Return - Adjusted	Equity Return - Actual	Equity Return - Adjusted
2.15%	2.15%	-3.47%	-3.47%