



ANNUAL EARNINGS MONITORING REPORT

OF THE

SOUTH TEXAS DIVISION

CENTERPOINT ENERGY RESOURCES CORP.

d/b/a CENTERPOINT ENERGY ENTEX AND CENTERPOINT ENERGY TEXAS GAS

TO THE

RAILROAD COMMISSION OF TEXAS

FOR THE

Twelve Month Period Ending December 31, 2018

Check one:

This is an original submission [X]

This is a revised submission []

Date of submission : March 28, 2019

CenterPoint Energy Entex
South Texas Division
Earnings Monitoring Report
For The Year Ended December 31, 2018

<u>Line No.</u>	<u>Description</u>	<u>FERC</u>	<u>Year Ended</u> <u>12/31/2018</u>	<u>Adjustments</u>	<u>Adjusted Year</u> <u>Ended 12/31/2018</u>
1	Operating Revenues	[1]			
2	Gas Sales Revenues	480-485	\$ 94,236,286	\$ (43,441,024)	\$ 50,795,262
3	Other Operating Revenues	487-496	\$ 5,885,641	\$ (1,301,404)	\$ 4,584,237
4	Total Operating Revenues		\$ 100,121,927	\$ (44,742,428)	\$ 55,379,499
5	Operating Expenses	[1]			
6	Gas Purchased	800-813	\$ 23,038,025	\$ (23,038,025)	\$ -
7	Transmission of Gas	858	15,914,606	(15,914,606)	-
8	Division Operations Expenses	870-881	8,765,104	(312,572)	8,452,532
9	Division Maintenance Expenses	885-894	5,781,756	(9,530)	5,772,226
10	Customer Accounting Expenses	901-916	5,457,525	(52,974)	5,404,551
11	Administrative & General Expenses	920-932	8,213,576	2,144,454	10,358,030
12	Depreciation Expenses	403-407	9,758,215	-	9,758,215
13	Taxes Other than Income	408.1	7,574,941	(4,986,332)	2,588,609
14	Total Operating Expenses		\$ 84,503,748	\$ (42,169,585)	\$ 42,334,163
15	Operating Income		\$ 15,618,179	\$ (2,572,843)	\$ 13,045,336
16	Federal Income Tax	409-410	3,115,060	(947,158)	2,167,902
17	Total Income before Other Inc & Deductions		\$ 12,503,119	\$ (1,625,685)	\$ 10,877,434
18	Rate Base	[2]	\$ 157,425,299		\$ 157,425,299
19	Percent Return on Rate Base		7.940%		6.910%

[1] Supporting workpapers for Income Statement items and related adjustments can be found at "Workpaper 1 - Income Statement"

[2] Rate Base workpapers can be found at "Workpaper 2 - Rate Base"

SIGNATURE PAGE
CENTERPOINT ENERGY ENTEX
SOUTH TEXAS DIVISION
RAILROAD COMMISSION OF TEXAS - INTERIM COST RECOVERY AND RATE ADJUSTMENT REPORT

I certify that I am the responsible official Kristie Colvin; that I have examined the foregoing report; that to the best of my knowledge, information, and belief, all statements of fact contained in the said report are true and the said report is a correct statement of the business and affairs of the above-named respondent in respect to each and every matter set forth therein during the period from January 1, 2018 to December 31, 2018 inclusive.

I understand until the issuance of a final order or decision by a regulatory authority in a rate case that is filed after the implementation of a tariff or rate schedule under this section, all amounts collected under the tariff or rate schedule before the filing of the rate case are subject to refund.

March 15, 2019
Date

Kristie Colvin
Signature Kristie Colvin

Senior Vice President and Chief Accounting Officer
Title

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