



ANNUAL EARNINGS MONITORING REPORT

OF THE

**HOUSTON AND TEXAS COAST DIVISIONS
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
HOUSTON AND TEXAS COAST DIVISIONS
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				
2	Gas Sales Revenues	480-485	\$ 761,908,697	\$ (442,803,178)	\$ 319,105,519
3	Other Operating Revenues	487-496	56,108,805	(4,668,843)	51,439,962
4	Total Operating Revenues		\$ 818,017,502	\$ (447,472,021)	\$ 370,545,481
5	Operating Expenses				
6	Gas Purchased	800-813	\$ 262,054,206	\$ (262,054,206)	\$ -
7	Transmission of Gas	858	150,419,987	(150,419,987)	-
8	Manufactured Gas Production	700-742	51,854	-	51,854
9	Division Operations Expenses	870-881	57,211,568	(62,904)	57,148,664
10	Division Maintenance Expenses	885-894	37,622,476	(19,031)	37,603,445
11	Customer Accounting Expenses	901-916	40,338,121	(600,494)	39,737,627
12	Administrative & General Expenses	920-932	80,681,647	(1,781,781)	78,899,866
13	Depreciation Expenses	403-407	67,455,999	-	67,455,999
14	Taxes Other than Income	408.1	48,998,101	(29,441,929)	19,556,172
15	Total Operating Expenses		\$ 744,833,959	\$ (444,380,332)	\$ 300,453,627
16	Operating Income		\$ 73,183,543	\$ (3,091,689)	\$ 70,091,854
17	Federal Income Tax	409-410	11,887,805	509,324	12,397,129
18	Total Income before Other Inc & Deductions		\$ 61,295,738	\$ (3,601,013)	\$ 57,694,725
19	Rate Base		[2] \$ 788,467,208		\$ 788,467,208
20	Percent Return on Rate Base		7.770%		7.320%

[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
HOUSTON AND TEXAS COAST DIVISIONS
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


Signature Kristie Colvin

Senior Vice President and Chief Accounting Officer
Title

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