BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of the Petition of)	
Cascade Natural Gas Corporation)	Docket No. UG-190714
Cascade Natural Gas Corporation)	PETITION OF CASCADE
For an Order Authorizing Approval of an Extension to File its Natural Gas Integrated Resource Plan)	NATURAL GAS CORPORATION

I. INTRODUCTION

Cascade Natural Gas Corporation ("Cascade" or "Company"), at 8113 W Grandridge Blvd, Kennewick, Washington, respectfully petitions the Washington Utilities and Transportation Commission (Commission) to issue an order authorizing an extension from December 14, 2020 to February 26, 2021 to submit the Company's Natural Gas Integrated Resource Plan (IRP).

UG-190714 Service List:

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II. BACKGROUND

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The Company submits the IRP to the Commission every two years as outlined in WAC 480-90-238. Cascade's next IRP is due to be filed with the Commission on or before December 14, 2020. The IRP is a methodology for identifying and evaluating various resource options and is a process by which to establish a plan of action for resource decisions. Cascade uses SENDOUT® (a PC based programming model widely used to solve natural gas supply and transportation optimization questions) for peak day demand, resource valuation and for conducting Monte Carlo style risk analyses. SENDOUT® modeling results are used to select the Cascade's Preferred Portfolio.

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Cascade uses a public process to solicit technical expertise and feedback throughout the development of the IRP through a series of Technical Advisory Group (TAG) meetings.

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For the reasons stated herein, Cascade respectively requests a 74-day extension from December 14, 2020 to February 26, 2021 to submit the Company's Natural Gas IRP to provide enough time for the conclusion of various state legislative sessions so that Cascade can integrate any changed regulations that may impact its IRP modeling and assumptions.

III. SUPPORT FOR EXTENSION

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There are currently numerous legislative proposals in the States of Washington and Oregon that will have major impacts on natural gas planning, including Washington's Senate Clean Energy Transformation Act (CETA) or Senate Bill 5116, Washington House Bills 1257 and 1444, and Oregon Senate Bill 98. Final rules and expectations for natural gas distribution utilities with respect to each of these bills are expected to take several more months to create and implement, which will affect the ability to fully realize the impacts to the Company's IRP processes.

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CETA requires 100% carbon free electricity serving Washington customers by 2045 and references renewable natural gas investments for distribution or consumption. Washington House Bills 1257 and 1444 call for new energy efficiency requirements with new requirements for buildings and appliance standards and will affect Cascade's conservation potential assessment (CPA) going forward, taking effect by 2022. A set of renewable natural gas and fuels bills, including Oregon SB 98, and Washington HB 1257, open up a path forward to acquire these supply side resources as a means to reduce carbon emissions.

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With all of these legislative uncertainties, IRP modeling at this time would be premature. The impact of such legislation could fundamentally change the regional (and Cascade's) resource mix, and therefore have an impact on Cascade's customers. Thus, to the extent any of the potential legislation is enacted, new models would need to be run to account for the actual impact of such legislation. The Company feels the brief extension will allow Cascade to better consider the best resource mix needed to meet future customer needs.

IV. <u>CONCLUSION</u>

WHEREFORE, Cascade respectfully requests the Commission issue its Order approving a 74-day extension from December 14 to February 26, 2021 to submit the Company's Natural Gas Integrated Resource Plan as explained in this Petition.

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DATED this 16th day of January 2020,

Mark Sale Vagl

By: Mark Sellers-Vaughn

Manager, Supply Resource Planning