



8113 W. GRANDRIDGE BLVD., KENNEWICK, WASHINGTON 99336-7166  
 TELEPHONE 509-734-4500 FACSIMILE 509-737-7166  
 www.cngc.com

CNG/W18-11-01

Received  
 Records Management  
 11/30/18 09:26  
 State Of WASH.  
 UTIL. AND TRANSP.  
 COMMISSION

November 30, 2018

Mr. Mark L. Johnson  
 Executive Director and Secretary  
 Washington Utilities & Transportation Commission  
 P.O. Box 47250  
 Olympia, WA 98504-7250

**Re:** Cascade Natural Gas PGA Filing

Dear Mr. Johnson:

Cascade Natural Gas Corporation (“Cascade”) hereby encloses for filing the following proposed tariff sheet containing a requested effective date of January 1, 2019:

**Thirty-Ninth Revision Sheet No. 595, Canceling Thirty- Eighth Rev. Sheet No. 595**

The Purchased Gas Adjustment (PGA) reflected in this application details the commodity and demand units and costs of Cascade’s core market gas supply portfolio including company purchased supplies, pipeline transportation and peaking resources. The cost of gas, which includes pipeline, reservation and storage costs, is up significantly from costs projected just two months ago. The reason is due to operational constraints due to the Enbridge incident and the impacts on gas supplies. The purpose of this filing is to pass on rate adjustments designed to reflect the cost of gas in the Company’s current gas supply portfolio.

The proposed tariff will result in an estimated annual revenue increase of approximately \$40 million or an increase in annual revenue of 17.21%. The average residential customer using 54 therms per month will see an increase of \$9.23.

Service	Sch. No.	Commodity Change per therm	Demand Change per therm	Total Rate Change	WACOG Proposed Rate Per Therm	Percent Change
Residential	503	\$0.17133	(\$0.00039)	\$0.17094	\$0.60683	17.78%
Commercial	504	\$0.17133	(\$0.00038)	\$0.17095	\$0.60409	19.66%
Industrial	505	\$0.17133	(\$0.00035)	\$0.17098	\$0.59048	23.96%
Industrial Lg Vol	511	\$0.17133	(\$0.00035)	\$0.17098	\$0.59048	26.06%
Interruptible	570	\$0.17133	(\$0.00032)	\$0.17101	\$0.57691	29.38%

In addition to the supporting materials submitted as part of this filing, the Company will separately submit all workpapers in electronic format. Some workpapers will contain information that is confidential pursuant to WAC 480-07-160(2)(c) as the workpapers contains valuable commercial information. Copies of confidential workpapers will be submitted on CD due to large volume.

In accordance with WAC 480-90-198, the Company declares that notice to customers was made in accordance with WAC 480-90-195. A copy of the December 2018 bill insert has been included with this filing. Cascade will publish on its webpage the anticipated rate increase. The proposed change will affect all of Cascade's Washington customers. Cascade serves approximately 189,161 residential, 26,277 commercial and 494 industrial customers in the state of Washington.

If you have any questions, please direct them to me at (509) 734-4593.

Sincerely,

*/s/ Michael Parvinen*

Michael Parvinen  
Director, Regulatory Affairs  
Cascade Natural Gas Corporation  
8113 W. Grandridge Blvd.  
Kennewick, WA 99336-7166  
[michael.parvinen@cngc.com](mailto:michael.parvinen@cngc.com)

#### Attachments

NEW, CNGC Advice W18-11-01 PGA Trf Sheet 595, 11-30-2018.pdf  
NEW, CNGC Advice W18-11-01 PGA Redlined Trf Sheet 595, 11-30-2018.pdf  
NEW, CNGC Advice W18-11-01 PGA Bill Insert, 11-30-2018.pdf  
NEW, CNGC Advice W18-11-01 PGA Exhibit A, 11-30-2018.pdf  
NEW, CNGC Advice W18-11-01 PGA WP, 11-30-2018.xlsx  
NEW, CNGC Advice W18-11-01 PGA Gas Cost WP, 11-30-2018(R).pdf  
NEW, CNGC Advice W18-11-01 PGA Gas Cost WP, 11-30-2018(C).xlsx