

In the Community to Serve<sup>8</sup>

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CNG/W12-09-02

September 28, 2012

Mr. Dave Danner
Secretary and Executive Director
Washington Utilities & Transportation Commission
1300 S. Evergreen Park Drive SW
Olympia, WA 98504-9022

Dear Mr. Danner:

Cascade Natural Gas Corporation ("Cascade") encloses for filing the following tariff sheets:

Forty-Eighth Rev. Sheet No. 502, Canceling Forty-Seventh Rev. Sheet No. 502 Fifty-Third Rev. Sheet No. 503, Canceling Fifty-Second Rev. Sheet No. 503 Thirty-Seventh Rev. Sheet No. 504, Canceling Thirty-Sixth Rev. Sheet No. 504 Thirty-Sixth Rev. Sheet No. 505, Canceling Thirty-Fifth Rev. Sheet No. 505 Fifty-Second Rev. Sheet No. 511, Canceling Fifty-First Rev. Sheet No. 511 Thirty-Third Rev. Sheet No. 512, Canceling Thirty-Second Rev. Sheet No. 512 Fiftieth Rev. Sheet No. 541, Canceling Forty-Ninth Rev. Sheet No. 541 Forty-Seventh Sheet No. 570, Canceling Forty-Sixth Rev. Sheet No. 570 Forty-Fourth Rev. Sheet No. 577, Canceling Forty-Third Rev. Sheet No. 577

The proposed tariffs contain a November 1, 2012 effective date and will result in an estimated annual revenue decrease of approximately \$26.5 million.

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 overall impact of this rate activity is to decrease residential customer rates by \$0.04493 per therm, decrease commercial customer rates by \$0.04537 per therm, decrease firm industrial customer rates by \$0.04755 per therm and decrease interruptible customers by \$0.04972 per therm.

Exhibit 1 of the Purchased Gas Adjustment 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.

In accordance with WAC 480-90-198, the Company declares that notice to customers was made in accordance with WAC 480-90-195. Cascade issued bill inserts to customers during August 2012 explaining the PGA process and Cascade will publish on its webpage the anticipated rate reduction. Additionally, the Company will issue bill inserts to all of its customers following final disposition of this filing. A copy of the August 2012 bill insert and a draft of the post-approval notification have been included with this filing. The proposed change will affect all of Cascade's Washington customers. Cascade serves approximately 171,270 residential, 24,459 commercial and 352 industrial customers in the state of Washington.



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

Sincerely,

Michael Parvinen

Manager, Regulatory Affairs

Attachments