

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

In the Community to Serve*

March 29, 2013

Mr. Steven V. King Acting Executive Director and Secretary Washington Utilities & Transportation Commission P.O. Box 47250 Olympia, WA 98504-7250

RE: Advice No. CNG/W13-03-01

Dear Mr. King:

Enclosed, Cascade Natural Gas Corporation herewith submits for filing the following revised tariff sheet to its WN U-3 Tariff. The revised tariff sheet contains an effective date of May 1, 2013.

Thirty-Fourth Revision Sheet No. 2 Canceling Thirty-Third Revision Sheet No. 2 Fifth Revision No. 300 Canceling Substitute Fourth Revision Sheet No. 300 Second Revision Sheet No. 300-A Canceling Substitute First Revision Sheet No. 300-A Second Revision Sheet No. 301 Canceling First Revision Sheet No. 301 Fifth Revision Sheet No. 302 Canceling Substitute Fourth Revision Sheet No. 302

The tariff sheet provides for the following change:

Cascade's approach to modifying its conservation is two pronged given the reduction in the avoided costs included in our pending IRP. First we re-evaluated how our programs are delivered and then we evaluated their cost. We are bringing a portion of the residential program in-house and will be utilizing a different vendor. This will result in a significant savings to customers, primarily starting in year two after the transition.

Cascade is also proposing to use the Utility Cost Test (UCT) as the primary driver for establishing rebates and cost effectiveness of the Residential program. As a result, Cascade is taking a long term perspective and will be taking advantage of deeper savings by growing and maintaining conservation measures.

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The Commercial program has been highly successful and cost effective. Thus, Cascade is proposing very little changes to the Commercial program.

The net effect of the proposed changes show that, on a total portfolio basis for the Residential and Commercial programs, combined they meet the Total Resource Cost (TRC) test.

Any questions regarding this filing may be directed to me at (509) 734-4593.

Sincerely,

Michael Parvinen

Director, Regulatory Affairs

Attachment