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CNG/W13-09-02

September 27, 2013

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

Re: Cascade Natural Gas PGA TTA Annual Filing

Dear Mr. King:

Cascade Natural Gas Corporation ("Cascade") encloses for filing the following tariff sheet containing a requested effective date of November 1, 2013:

Thirty-Second Rev. Sheet No. 595, Canceling Thirty-First Rev. Sheet No. 595

The purpose of this filing is to pass on changes in the amount of temporary technical adjustments affecting customer rates as a result of deferral account amortizations. The application is designed to balance prior period gas supply and transportation costs incurred by Cascade with those assumed in base rates over the same time period. Temporary Technical Adjustment Schedule No. 595 combines prior period rate adjustments and new rate adjustments designed to amortize current outstanding deferral account balances (including accrued interest).

Attached in support of this filing is Exhibit 1. The exhibit contains information developing the level of the per therm change necessary to amortize the outstanding deferral balances of \$1,551,609. The proposed rates of the following core firm customers are to be increased as follows: No. 502 to \$0.01871 per therm, No. 503 to \$0.01871 per therm, No. 504 to \$0.01871 per therm, No. 512 to \$0.01871 per therm and No. 541 to \$0.01871 per therm. For core interruptible customers on Schedule Nos. 570 and 577, the rate is increase to \$0.01871 per therm, respectively. For noncore customers receiving service on distribution Schedule No. 663, the rate decrease to a rate of \$0.00002 per therm. The effects of these revisions are shown on pages 3 through 5 of the exhibits.

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 2013 explaining the PGA process and Cascade will publish on its webpage the anticipated rate increase. Additionally, the Company will issue bill inserts to all of its customers following final disposition of this

filing. A copy of the August 2013 bill insert has been included with this filing. The proposed change will affect all of Cascade's Washington customers. Cascade serves approximately 171,951 residential, 24,720 commercial and 360 industrial customers in the state of Washington.

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

Sincerely,

Michael Parvinen

Director, Regulatory Affairs

Attachments