



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

CNG/W13-09-03

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 CPA (Conservation Program Adjustment) 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:

**Seventy-Eighth Rev. Sheet No. 596 Canceling Seventy- Seventh Rev. Sheet No. 596
Eighteenth Revision Sheet No. 2-A Canceling Seventeenth Revision Sheet No. 2-A**

The purpose of this filing is to create a new rate schedule to pass on changes in the amount of conservation program adjustments affecting customer rates as a result of deferral account amortizations.

In previous years, the conservation deferral accounts were included in the annual gas cost deferral amortization filing. Per agreement with Public Counsel, Cascade has provided a separate filing for the deferred accounts associated with the conservation programs.

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 \$3,345,704. The proposed rates of the following core firm customers are to be increased as follows: No. 502 to \$0.01298 per therm, No. 503 to \$0.01298 per therm, No. 504 to \$0.01298 per therm, No. 512 to \$0.01298 per therm and No. 541 to \$0.01298 per therm. For core interruptible customers on Schedule Nos. 570 and 577, the rate increase is \$0.01298 per therm, respectively. 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 core 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,

A handwritten signature in blue ink, appearing to read "Michael Parvinen", with a long, sweeping horizontal line extending to the right.

Michael Parvinen
Director, Regulatory Affairs

Attachments