

In the Community to Serve^o

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CNG/W13-12-01

December 16, 2013

Mr. Steven V. King Acting Executive Director and Secretary Washington Utilities & Transportation Commission 1300 S. Evergreen Park Drive, SW P.O. Box 47250 Olympia, WA 98504-7250

Re: Schedule No. 663 "Distribution System Transportation Service"

Dear Mr. King:

Enclosed for filing is the following tariff sheet to become effective with service on and after January 31, 2014:

Eleventh Revision Sheet No. 663, Canceling Substitute Tenth Revision Sheet No. 663

The purpose of this filing is to update Cascade Natural Gas Corporation's ("Cascade" or "Company") 5-year average lost and unaccounted for percentage under the fuel use requirements section of this tariff. As stated by the tariff, this percentage is to be updated on an annual basis. The effect of this filing updates the percentage from .3163% to .2565% as of March 2013. This change represents a decrease of 18.91% from last year's amount. This filing is in compliance with the order in UG-060256.

The proposed change does not have any revenue impact on the Company and there is no rate impact on Washington ratepayers. The attached exhibit details the calculation of the updated lost and unaccounted for percentage.

Although the Company is required to file this tariff on an annual basis and report the 5-year average lost and unaccounted for percentage, it has been unable to do so since the end of 2009 due to the conversion to a new computer system. Now that this conversion is complete and the Company has at least a full year of data to report, it is reporting this amount of .2565% for the time period through March 2013 as shown on the exhibit. Data extraction continues and a more complete report showing a longer time period will be available next year.



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

Very truly yours,

Michael Parvinen

Director, Regulatory Affairs

Attachments