Service Date: December 23, 2021

BEFORE THE WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

In the Matter of the Application of

CASCADE NATURAL GAS CORPORATION,

To Amend its Certificate of Public Convenience and Necessity to Operate a Gas Plant for Hire in the West Richland, Washington Area Within Benton County **DOCKET UG-190662**

ORDER 01

GRANTING APPLICATION

BACKGROUND

- On August 9, 2019, consistent with the requirements of Revised Code of Washington (RCW) 80.28.190, Cascade Natural Gas Corporation (Cascade or Company) filed an application to amend its present Certificate of Public Convenience and Necessity to Operate a Gas Plant for Hire (Application). Cascade filed supplemental information on February 5, 2020, and December 9 and 10, 2021, to include a supporting feasibility study, legal description as Exhibit B-2, an additional map, and an updated Appendix A-12.
- Cascade is presently certificated for and is now providing gas service in Benton County. Cascade is requesting a certificate to expand the West Richland service area in Benton County, Washington.¹ The additional areas requested are contiguous to the existing certificated areas and do not overlap with certificated areas of another utility.²
- The Application requests no determination at this time about the reasonableness of the gas pipeline facility servicing this addition to Cascade's service area.
- Commission staff (Staff) reviewed the Company's filing and believes that Cascade is best suited to serve the requested service territory economically. No other gas provider is currently serving in this area.

² Legal description is shown in Exhibit B-2 of the filing.

¹ See map in Exhibit B-1 of the filing.

DISCUSSION

- We agree with Staff's recommendation. RCW 80.28.190 gives the Commission authority to grant certificates of necessity and convivence to gas companies that we find are operating in good faith and within the confines of the area for which such certificate shall be sought.
- We find that Cascade is economically best situated to serve the requested service territory because no other gas provider is currently serving in this area. Accordingly, the Application should be granted to satisfy the public convenience and necessity.

FINDINGS AND CONCLUSIONS

- 7 (1) The Commission is an agency of the State of Washington vested by statute with the authority to regulate rates, rules, regulations, practices, accounts, securities, and transfers of public service companies, including gas companies.
- 8 (2) Cascade is a gas company and is a public service company subject Commission jurisdiction.
- 9 (3) RCW 80.28.190 states no gas company shall operate in this state any gas plant for hire without first having obtained from the Commission a certificate declaring that public convenience and necessity requires or will require such operation and setting forth the area or areas within which service is to be rendered.
- 10 (4) Cascade has previously been issued a Certificate of Public Convenience and Necessity to operate a gas plant for hire.
- 11 (5) Cascade has filed an Application to amend its Certificate of Public Convenience and Necessity to include an additional area in Benton County. This area is contiguous to Cascade's presently certificated area.
- 12 (6) Staff has reviewed the Company's Application and recommends approval of the application to amend its certificate to include the additional area requested.
- 13 (7) This matter was brought before the Commission at its regularly scheduled meeting on December 23, 2021.

14 (8) After reviewing the request filed by Cascade and giving due consideration, the Commission finds it is consistent with the public convenience and necessity that Cascade's Certificate be amended to reflect the addition of areas in the West Richland, Washington area, located in Benton County.

ORDER

THE COMMISSION ORDERS:

- 15 (1) The application of Cascade Natural Gas Corporation to amend its Certificate of Public Convenience and Necessity to Operate a Gas Plant for Hire within the certificated area in Skagit County is granted and the Certificate shall be amended in accordance with the legal description provided in the supplemental information filed on February 5, 2020, in Exhibit B-2.
- This Order makes no determination at this time as to the reasonableness of the gas pipeline facility to serve this addition to Cascade Natural Gas Corporation's service area and recognizes the right of the Commission to determine such reasonable services and expenditures, together with treatment of same, in any formal proceeding before the Commission dealing with Cascade Natural Gas Corporation's results of operations for ratemaking purposes.
- 17 (3) The Commission retains jurisdiction over the subject matter and Cascade Natural Gas Corporation to effectuate the provisions of this Order.

The Commissioners, having determined this Order to be consistent with the public interest, directed the Executive Secretary to enter this Order.

DATED at Lacey, Washington, and effective December 23, 2021.

WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION

AMANDA MAXWELL Executive Director and Secretary