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February 7, 2008

Ann Rendahl, Administrative Law Judge
Washington Utilities and Transportation Commission
1300 S. Evergreen Park Dr. SW
P. O. Box 47250
Olympia, Washington 98504-7250

Re: *Cost Management Services Inc. v. Cascade Natural Gas Corporation*
Docket No. UG-061256
UTC v. Cascade Natural Gas Corporation/In re Notification of Contract and Agreement between Cascade Natural Gas Corporation and its subsidiary CGC Energy Inc.
Docket No. UG-070332/Docket No. UG-070639 (Consolidated)
UTC v. Cascade Natural Gas Corporation
Docket No. UG-072337

Dear Judge Rendahl:

This letter is to inform you that, pursuant to WAC 480-07-730(1), a full settlement agreement has been reached by Cascade Natural Gas Corporation, Cost Management Services, Inc., Commission Staff, the Office of Attorney General, Public Counsel Section, and the Northwest Industrial Gas Users, in Docket Nos. UG-061256, UG-070332, UG-070639, and UG-072337. The parties jointly request that the Commission immediately suspend the procedural schedule in each of these dockets, and further jointly request that the Commission schedule a hearing to consider the settlement agreement at the earliest possible time. The parties intend to file a joint narrative statement in support of the settlement agreement, pursuant to WAC 480-07-740, by February 15, 2008.

Enclosed with this letter are 18 copies of the signed settlement agreement, together with accompanying exhibits, for the Commission's review.

Sincerely,


GREGORY J. TRAUTMAN
Assistant Attorney General

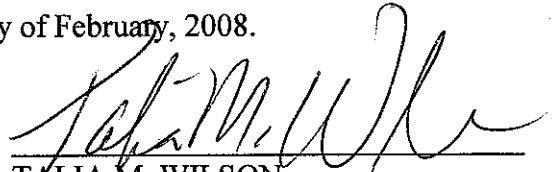
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Enclosures
cc: Parties



Docket Nos. UG-061256/UG-070332/UG-070639 (consolidated)/UG-072337
CERTIFICATE OF SERVICE

I hereby certify that I have this day served the attached document upon the persons and entities listed on the Service List below by depositing a copy of said document in the United States mail, addressed as shown on said Service List, with first class postage prepaid.

DATED at Olympia, Washington this 7th day of February, 2008.



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