



In the Community to Serve®

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

February 14, 2013

Filing Center
 Washington Utilities & Transportation Commission
 1300 S. Evergreen Park Drive SW
 Olympia, WA 98504-9022

Re: CNGC Washington Integrated Resource Plan Update – UG 112165

Attention Filing Center:

Per the request of WUTC Staff, below you will find an update to the Company’s 2012 Washington Integrated Resource Plan that was filed on Friday, December 13, 2012. This update provides a spending estimate range for calendar years 2012 – 2014 and includes projected spending for rebate payments and administrative costs associated with its Conservation Incentive Program.

All numbers have been developed in good faith, are based on currently available information, and are subject to change commensurate with (a) available conservation technologies, (b) increases or reductions to the avoided costs of natural gas, (c) customer interest and program participation levels, and (d) other dynamic factors that have direct impacts upon expenditures associated with these programs.

Actual

	2012 estimated spending*	2013 estimated spending	2014 estimated spending
Combined non-incentive costs	\$1,700,000	\$600,000 to \$1.4m **	\$450,000-\$1.3m (dependent upon final administrative direction conservation program delivery)
Commercial and Industrial Incentives	\$620,000	\$600k - \$800k (based on IRP targets and subject to change as described above)	\$630k - \$840k (based on IRP targets and subject to change as described above)
Residential Incentives	\$890,000	\$720k - \$850k (based on IRP targets and subject to change as described above)	\$800k-\$950k (based on IRP targets and subject to change as described above)

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*Final numbers for 2012 will be provided in the annual report which gets filed July 1, 2013.

**The company is planning to change vendors in 2013, so some cost savings won't show until 2014.

Please direct questions to Allison Spector (Allison.spector@cngc.com or 360-788-2356).

Sincerely,

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

Michael Parvinen
Director, Regulatory Affairs

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