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Twelfth Revision Sheet No. 663 Canceling Eleventh Revision Sheet No. 663

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CASCADE NATURAL GAS CORPORATION

DISTRIBUTION SYSTEM TRANSPORTATION SERVICE SCHEDULE NO. 663

AVAILABILITY:

This unbundled distribution system transportation service schedule is available throughout the territory served by the Company under the tariff of which this schedule is a part, provided, in the sole judgment of the Company, there are adequate facilities in place at the existing distribution line or as such line may be enhanced by the Company from time to time to provide service.

RATE:

The rates set forth in sections A - D are exclusive of fuel use requirements designed to cover distribution system lost and unaccounted for gas.

A. Contract Demand Charge (Per CD Therms per month)

\$.15 per month

Or Optional Volumetric Firming Charge

\$.0156 per therm

Customers electing Optional Volumetric Firming Charge will be subject to a minimum annual charge based upon an annual load factor of thirty-three (33%) percent.

B. Dispatching Service Charge

\$500.00 per month

All Therms Delivered

\$0.0002 per therm

All customers receiving gas supply service through this schedule will be invoiced a monthly Dispatching Service Charge for each single metering facility.

C. Delivery Charge For All Therms Delivered Per Month

 First 100,000
 \$ 0.05350 Per Therm Per Month

 Next 200,000
 \$ 0.01800 Per Therm Per Month

 Next 200,000
 \$ 0.01000 Per Therm Per Month

 Over 500,000
 \$ 0.00350 Per Therm Per Month

- D. The total of all charges invoiced by Company shall be subject to a Gross Revenue Fee reimbursement charge to cover state utility tax and other governmental levies imposed upon the Company. The current Gross Revenue Fee is 4.535%.
- E. Fuel use requirements

Customer served on 663 shall provide the company with in-kind fuel for distribution system lost and unaccounted for gas. The fuel use factor is based on the Company's 5-year average lost and unaccounted for percentage, which shall be updated annually. The current rate is .2565%

All other terms and conditions of services shall be pursuant to the Rules and Regulations set forth in the Company's filed tariff.

OTHER SERVICES:

Service under this schedule shall include transportation on the Company's distribution facilities only. Service under this schedule requires customer to secure both gas supply and pipeline transportation capacity services either through the Company or through third party arrangements.

RATE ADJUSTMENTS:

Rates for service under this schedule are subject to various adjustments as specified in Schedule Nos. 595, 596, 598, and 599 (when applicable) as well as any other applicable adjustments as approved by the Washington Utilities & Transportation Commission.

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ISSUED January 31, 2014

Michael Parvinen

EFFECTIVE February 1, 2014

ISSUED BY CASCADE NATURAL GAS CORPORATION

TITLE Director

Regulatory Affairs