



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

CNG/W14-09-03

September 30, 2014

Mr. Steven V. King
Executive Director and Secretary
Washington Utilities & Transportation Commission
P.O. Box 47250
Olympia, WA 98504-7250

Re: Cascade Natural Gas PGA CPA (Conservation Program Adjustment) Annual Filing

Dear Mr. King:

Cascade Natural Gas Corporation ("Cascade") hereby encloses for filing the following proposed tariff sheet containing a requested effective date of November 1, 2014:

Seventy-Ninth Rev. Sheet No. 596 Canceling Seventy- Eighth Rev. Sheet No. 596

The purpose of this filing is to create a new rate schedule to pass on changes in the amount of conservation program adjustments affecting customer rates as a result of deferral account amortizations.

The rates contains information developing the level of the per therm change necessary to amortize the outstanding deferral balances of \$2,885,798. The annual revenue change reflected in this filing is a decrease of (\$251,558) to customers, or a decrease in annual revenue of (.10%). The slight decrease is related to reduced expenditure in Conservation. The average residential customer using 56 therms per month will see a bill reduction of (\$.06). Below is a table summarizing the proposed changes reflected in this filing:

In the Community to Serve®

| <u>Service</u> | <u>Sch. No.</u> | <u>Rate Change</u> | <u>Proposed Rate Per Therm</u> | <u>Percent Change</u> |
|---------------------|---------------------|------------------------|--|---------------------------|
| Dry Out | 502 | (\$0.00111) | \$0.01187 | -0.11% |
| Residential | 503 | (\$0.00111) | \$0.01187 | -0.11% |
| Commercial | 504 | (\$0.00111) | \$0.01187 | -0.12% |
| Industrial | 505 | (\$0.00111) | \$0.01187 | -0.14% |
| Industrial Lg Vol | 511 | (\$0.00111) | \$0.01187 | -0.14% |
| Compressed Nat. Gas | 512 | (\$0.00111) | \$0.01187 | -0.13% |
| Gas A/C | 541 | (\$0.00111) | \$0.01187 | -0.11% |
| Interruptible | 570 | (\$0.00111) | \$0.01187 | -0.16% |
| Interruptible Inst. | 577 | (\$0.00111) | \$0.01187 | -0.15% |

A copy of the August 2014 bill insert has been included with this filing. The proposed change will affect all of Cascade's Washington core customers. Cascade serves approximately 175,246 residential, 24,826 commercial and 417 industrial customers in the state of Washington.

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

Sincerely,



Michael Parvinen
Director, Regulatory Affairs

Attachments