

WN U-3

CASCADE NATURAL GAS CORPORATION

RESIDENTIAL CONSERVATION INCENTIVE PROGRAM

AVAILABILITY:

This program is available throughout Cascade's Washington service territory to qualifying residential customers served on rate schedule 503 upon meeting the requirements contained in the following eligibility section.

PROGRAM DESCRIPTION:

This program is designed to increase energy efficiency in residential households within Cascade's service territory by providing rebates for the installation of certain energy efficiency measures in qualifying residential dwellings.

ELIGIBILITY:

To qualify for incentives, customers must meet the end-use qualifications identified in the Measures/Incentive Table below. Additionally as applicable to the project, baseline insulation levels in existing structures must not exceed the following baseline specifications in order to qualify for an incentive.

	Existing Insulation Level
Ceiling	R-18 or less
Floor	R-11 or less
Wall	R-4 or less
Duct Insulation	R-2 or less

Customers currently using high-efficiency natural gas HVAC or water heating equipment are not eligible for the high efficiency equipment measures.

MEASURES/INCENTIVES:

The following measures are deemed cost-effective and may be recommended under this program.

Energy Star Whole Home Package ¹	Description	Incentive Amount
Energy Star Qualified Home - Gas with A/C	90% Thermal Efficiency Rating	\$350.00
Energy Star Qualified Home - Gas without A/C	90% Thermal Efficiency Rating	\$350.00
Energy Star Plus Qualified Home – Gas w/ A/C	Federal tax credit eligible	\$750.00
Energy Star Plus Qualified Home – Gas w/o A/C	Federal tax credit eligible	\$750.00
Premium Gas Furnace Upgrade	95% Thermal Efficiency Rating	\$150.00
Stand Alone Measures	Description	Incentive Amount
High Efficiency Gas Furnace and PTCS Duct Sealing ¹	90% Thermal Efficiency Rating	\$400.00
PTCS Duct Sealing ¹	PTCS Certified Duct Sealing	\$150.00
New High Efficiency Gas Furnace ¹	90% Thermal Efficiency Rating	\$150.00
High Efficiency Combination Radiant Heat	90% Efficient Condensing Tankless Combo with Water Heater ²	\$800.00
Condensing High Efficiency Tankless Water Heater	.91 EF	\$200.00
New High Efficiency Gas Hearth	80% Thermal Efficiency Rating	\$70.00
Upgrade to a High Efficiency Gas Hearth	80% Thermal Efficiency Rating	\$70.00
Wall Insulation ¹	Equal to or greater than R-11 to fill cavity	\$.40/sf.
Ceiling Insulation ¹	Equal to or greater than R-38	\$.25/sf.
Floor Insulation ¹	Equal to or greater than R-30 or to fill cavity ³	\$.45/sf.
High Efficiency Water heater ²	.64 Energy Factor or greater	\$40.00
Energy Savings Kit ²	Low Flow Showerhead plus aerators	Free

¹ To qualify for rebate, dwelling must use Natural Gas as primary heat source.
² To qualify for rebate, dwelling must utilize Natural Gas for water heating.
³ To fill cavity, R-value must be R-19 or greater.

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EFFECTIVE

April 13, 2012

BY 
 Scott W. Madison

ISSUED BY CASCADE NATURAL GAS CORPORATION

TITLE Vice President
 Regulatory Affairs,
 Chief Accounting Officer &
 Assistant Treasurer

WN U-3

CASCADE NATURAL GAS CORPORATION

COMMERCIAL/INDUSTRIAL CONSERVATION PROGRAM

AVAILABILITY:

This program is available throughout Cascade's Washington service territory to qualifying commercial and industrial customers served on rate schedules 504, 505, 511, 570, and 577 upon meeting the requirements contained in the following specifications section.

PROGRAM DESCRIPTION:

This program is designed to increase energy efficiency in commercial/industrial facilities within Cascade's service territory by providing rebates for the installation of certain energy efficiency measures in qualifying facilities.

MEASURES/INCENTIVES:

The following measures are deemed cost-effective and may be recommended under this program. Energy efficiency measures not listed may still be eligible for custom incentives providing the incremental costs of the measure do not exceed \$.75 per therm saved. Incentives for site-specific program measures will be based on 25% of the avoided cost savings of the measures, not to exceed 50% of the incremental cost of the measure. Mixed purpose facilities that include buildings on both Residential Rate Schedule 503 and qualifying Rate Schedules 504, 505, 511, 570 and 577 as part of the same Cascade Natural Gas Company customer account shall also be eligible for custom conservation incentives as described in this tariff and under the most recent terms and conditions of this program.

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Measure	Description	Efficiency Type For Qualification	Unit Incentive
HVAC Unit Heater	High-Efficiency Non-Condensing with Electronic Ignition	Minimum 86% Thermal Efficiency	\$1.50/kBtu/hr
HVAC Unit Heater	High Efficiency Condensing	Minimum 92% Thermal Efficiency	\$3.00/kBtu/hr
Warm Air Furnace	High Efficiency Condensing Furnace	Minimum 91% Thermal Efficiency	\$3.00/kBtu/hr
Radiant Heating	Direct Fired Radiant Heating	None	\$6.50/kBtu/hr
Insulation	Attic Insulation (retrofit only)	Tier One: Minimum R-30 Tier Two: Minimum R-45	Tier One: \$0.50/sq. ft. Tier Two: \$0.65/sq. ft.
Insulation	Roof Insulation (retrofit only)	Tier One: Minimum R-21 Tier Two: Minimum R-30	Tier One: \$0.60/ sq. ft. Tier Two: \$0.80/ sq. ft.
Insulation	Wall Insulation (retrofit only)	Tier One: Minimum R-11 ¹ Tier Two: Minimum R-19	Tier One: \$0.30/ sq. ft. Tier Two: \$0.40/ sq. ft.
Domestic Hot Water Tanks	Condensing Tank	Minimum 91% Thermal Efficiency	\$2.50/kBtu/hr
Domestic Hot Water Tankless Water Heater	Energy Star	.82 EF	\$60.00/gpm
Boiler	High Efficiency Condensing Boiler with Electronic Ignition	Minimum 90% Thermal Efficiency and 300 kBtu input	\$4.00/kBtu/hr
Boiler Vent Damper	Boiler Vent Damper	Minimum 1,000 kBtu input	\$1,000.00/vent damper
Boiler Steam Trap ²	Steam Trap fitted to Steam Boiler	Minimum 300 kBtu input and steam pressures at 7psig or greater	\$80.00
3 Pan Gas Steamer	Connectionless Energy Star or CEE/FSTC Qualified	>=38% Cooking Efficiency; <=2,083 Btu/hr/pan Idle Rate	\$650.00
6 Pan Gas Steamer	Connectionless Energy Star or CEE/FSTC Qualified	>=38% Cooking Efficiency; <=2,083 Btu/hr/pan Idle Rate	\$1200.00
Gas Fryer	Energy Star	None	\$600.00
Gas Convection Oven	Energy Star	>=44% Cooking Efficiency; <=13,000 BTU/hr Idle Rate	\$400.00

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(K) denotes material moved to Sheet No. 302-A

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 Scott W. Madison

TITLE Vice President
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 Chief Accounting Officer &
 Assistant Treasurer

Substitute First Revision Sheet No. 302-A
Canceling
Original Sheet No. 302-A

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CASCADE NATURAL GAS CORPORATION

COMMERCIAL/INDUSTRIAL CONSERVATION PROGRAM
(Continued from previous Page)

Measure	Description	Efficiency Type For Qualification	Unit Incentive
Double Rack Oven	FSTC Qualified	>=50% Cooking Efficiency; <=3,500 Btu/hr/ Idle Rate D Rack	\$2,000.00
Gas Griddle	Energy Star	>=38% Cooking Efficiency; <=2650 Btu/hr-sq ft Idle Rate	\$200.00
Door Type Dishwasher Low Temp Gas	Energy Star	<=.6 kw Idle Rate<=1.18 gallon/rack	\$600.00
Multi-Tank Conveyor Low Temp Dishwasher Gas Main w/ Electric Booster	Energy Star	<=2.0 kw Idle Rate <=.50 gallon/rack	\$1,000.00
Clothes Washer	Commercial Gas Washer	1.8 MEF	\$180.00

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(N)
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¹ Minimum value of R-11 applies only where existing walls have no internal insulation cavities.

² To qualify for rebate, steam trap size must be <2", minimum 25 psig trap design pressure. This measure will only be allowed where the customer agrees to have the trap regularly maintained and replaced every seven years.

SPECIFICATIONS:

Requirements: (as applicable to the project)

- Participating customers must be a new or existing commercial or industrial natural gas customer of Cascade Natural Gas Corporation
- All high efficiency HVAC, water heating, and or cooking equipment must be replacing standard efficiency natural gas equipment or installing new equipment. Buildings currently using high efficiency equipment are not eligible for this program.
- Insulation measures must be installed in an existing building heated by natural gas without insulation in the component being treated.
- Eligible measures must be installed during the effective dates of this program to be eligible for a rebate
- Customers requesting site-specific energy efficiency measures must submit estimated costs and natural gas savings associated with the project. Natural gas savings are to be calculated using standard engineering practices. The Company will review the natural gas savings calculations, and reserves the right to modify energy savings estimates.

GENERAL PROVISIONS:

The administrative and program delivery costs associated with this program will be accounted for and recovered through a temporary technical adjustment mechanism in the deferral tracking portion of the Company's annual PGA filing.

All installations and equipment must comply with all codes and permit requirements applicable in the state of Washington and must be properly inspected, if required, by appropriate agencies. The Company may establish specifications regarding any measures and modifications to be affected and may conduct inspections to ensure that such specifications are met. Customer must submit required documentation of purchase and installation to the Company under the terms and instructions on the current rebate form. The Company reserves the right to verify installation prior to payment of any rebates. The Company reserves the right to alter, amend, or cancel this program at any time.

(M) denotes material moved from Sheet No. 302

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ISSUED BY **CASCADE NATURAL GAS CORPORATION**

TITLE **Vice President
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