

ATTORNEY GENERAL OF WASHINGTON

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Electronic Filing and Service

February 28, 2023

Amanda Maxwell
Executive Director and Secretary
Washington Utilities and Transportation Commission
621 Woodland Square Loop SE
P.O. Box 47250
Olympia, WA 98504-7250

RE: Protected Plus Excess Deferred Income Tax compliance filing per Commission Order 12 in Docket UG-210755

Dear Ms. Maxwell:

On September 30, 2021, Cascade filed with the Washington Utilities and Transportation Commission (Commission) gas tariff sheets to revise its Tariff WN U-3, which governs Cascade's provision of natural gas service in Washington.

On August 23, 2022, the Commission entered Order 09, Rejecting Tariff Sheets; Contested Issue; Approving and Adopting Settlement Agreement; and Authorizing and Requiring Compliance Filing (Order 09) in the above-referenced docket. Order 09, among other things, required Cascade Natural Gas Corporation (Cascade) to increase its revenue requirement by approximately \$7.2 million or 5.81 percent increase to base revenues.

On August 24, 2022, Cascade submitted a compliance filing as required by the Commission. Commission staff (Staff) has reviewed Cascade's filing and believes that the tariff revisions contained therein comply fully with the Commission's final order.

On September 12, 2022, Staff contacted the presiding officers to explain that the parties agreed to also resolve the issues in Docket UG-220198 through the compliance filing required by Final Order 09.

On October 21, 2022, Cascade, Staff, the Alliance of Western Energy Consumers, and The Energy Project (the Parties) filed a signed PP EDIT Resolution Compliance Filing).

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On January 23, 2023, the Commission entered Order 12, Accepting Compliance Filing in part; Rejecting Compliance in part: Authorizing Replacement Filing. In accordance with the Commission's Order 12 in Docket UG-210755, Cascade is required to eliminate Rate Schedule 581, incorporate the PP EDIT associated with the test year in the Company's general rate case in Docket UG-210755 into base rates, and supplement the Compliance Filing with the following additional information:

- A. The amount of PP EDIT annually embedded into base rates;
- B. A detailed description of the changes made (including impact(s) on revenue requirement, rate base, ADIT or any other component to calculate revenue requirement); and
- C. An updated revenue requirement Excel spreadsheet where all cells manually changed are highlighted.

On February 23, 2023, Cascade submitted a compliance filing as required by the Commission. Commission in Order 12. Staff has reviewed Cascade's filing and believes that the tariff revisions contained therein comply fully with the Commission's final order.

Sincerely,

/s/ Nash Callaghan, WSBA No. 49682 Assistant Attorney General Office of the Attorney General Utilities and Transportation Division P.O. Box 40128 Olympia, WA 98504-0128 Nash.callaghan@atg.wa.gov

NIC/jlr Enclosures cc: Parties w/enc.