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August 1, 2014

Oregon Public Utility Commission 3930 Fairview Industrial Drive SE Salem, OR 97302

Re: Advice No. **CNG/O14-08-03/UG____ (UM 1557)**

Attention Filing Center:

Submitted herewith are three (3) copies of the following revisions to Cascade's P.U.C. OR No. 9 Tariff containing an effective date of November 1, 2014:

Eighth Revision Sheet No. 193, Canceling Seventh Revision Sheet No. 193.

The purpose of this filing is to apply new temporary adjustments to base rates amortizing outstanding deferred balances associated with the conservation and weatherization deferred balances.

Attached in support of this filing is Exhibit 1 which contains a development of CAP temporary cost rate increments associated with this filing and a summary of proposed CAP – related technical adjustment rates.

The Company agrees to rate adjustments and refunds should the Commission determine that these rates have been inappropriately calculated. Any rate adjustments and refunds will be retroactive to November 1, 2014 provided that the Commission advises the Company of the necessity for such rate adjustments or refunds within 30 days after the effective date of these rates.

Please direct any questions regarding this filing to me at (509) 734-4593.

Sincerely,

Michael Parvinen

Director, Regulatory Affairs

Enclosures

CASCADE NATURAL GAS CORPORATION

UG 167 CONSERVATION ALLIANCE PLAN TEMPORARY ADJUSTMENTS **SCHEDULE NO. 193**

APPLICABLE:

This temporary rate addition applies to gas service rendered by the Company under the tariff of which this schedule is a part for service on and after the effective date hereof and shall be in addition to all rates and charges specified in this tariff.

PURPOSE:

The purpose of this schedule is to amortize deferred conservation and weather variances associated with the Company's approved conservation alliance plan as outlined in Rule 19 of the Company's tariff.

RATES:

Each of the charges specified in the schedules for gas service hereinafter listed shall be adjusted by the following per therm increase or (decrease) or appropriate multiple thereof in determining annual minimum bill, if any:

Applicable Rate Schedules	Amount
Schedule 101	(\$.02938)
Schedule 104	(\$.02938)

LIMITATION:

This temporary rate addition shall remain in effect until cancelled pursuant to order of the Oregon Public Utility Commission.

SPECIAL TERMS AND CONDITIONS:

The rates named herein are subject to increases as set forth in Schedule No. 100 Municipal Exactions.

CNG/O14-08-03			
Issued Augu	st 1, 2014	Effective with Service on and After	November 1, 2014
	ISSUED BY CASCADE NA	TURAL GAS CORPORATI	ON

(R) (R)

Before the

OREGON PUBLIC UTILITY COMMISSION

EXHIBIT 1

Conservation Alliance Plan

Development of CAP Temporary Rate Increments UG 167 Related Balances (Schedule 1 of 2) Summary of Proposed CAP Technical Adjustment Rates (Schedule 2 of 2)

Cascade Natural Gas Corporation

August 1, 2014

Cascade Natural Gas DEVELOPMENT OF CAP TEMPORARY RATE INCREMENTS UG 167 Related Balance

State of Oregon

					Account	Estimated Thru 10/31/14	u 10/31/14	Interest				TEMPORARY INCREMENT	NCREMENT
5		Order		New or	Balance	Interest		Accruais Thru	Balance for	Forecasted		BY RATE SCHEDULE	HEDULE
2	. Account Description		Class	Residual	06-30-14	Accruals	Amortizations	Amortization	Amortization	Therms	Increment	101	104
	(a)	(q)	(၁)	(p)	(e)	ω)	(5)	(H)	(3)	(i)	(K)	€	(5)
+4	UG 167 - 12/13 OR CAP Weather Variance (470R.1862.20462)	08-523/09-448	101 & 104	NGW	\$ (610,373.10)	\$ (18,111)		\$ (4,522) \$	\$ (633,006)	010'660'99	(0.00958)	(0.00958)	(85600.0)
7	UG 167 12/13 OR CAP Conservation Variance (470R.1862.20463)	08-523/09-448	101 & 104	NEW	\$ (1,205,058.76)	(35,757)		(8,928)	(8,928) \$ (1,249,744)	66,099,010	(0.01891)	(0.01891)	(0.01891)
m	UG 167 - OR Residual Technical Adjustments-Conservation (47.OR.1862.20471)	07-397	101 & 104	Residual	\$ (30,384.09)	(85)	27,285	(23)	\$ (3,207)	010'660'99	(0.00005)	(0.00005)	(0.00005)
4									' \				
IN.	SUBTOTAL AMORTIZATION RAITES BEFORE REVENUE SENSITIVE COSTS								·			(0.02853)	(0.02853)
φ×8	UG 167 – REVENUE REQUIREMENT BEFORE REVENUE SENSITIVE COSTS REVENUE SENSITIVE COST PERCENTAGES; REVENUE REQUIREMENT AFTER REVENUE SENSITIVE COSTS				\$ (1,845,815.95)	\$ (53,953.88)	(53,953.88) \$ 27,284.71	\$ (13,472.49) \$ (1,885,958) 2.883% \$ (1,941,944)	\$ (1,885,958) 2.883% \$ (1,941,944)			2.883%	2.883%
σ	PROPOSED AMORTIZATION RATE INCLUDING REVENUE SENSITIVE COSTS											\$ (0.02938) \$ (0.02938)	\$ (0.02938)

Cascade Natural Gas Corporation SUMMARY OF PROPOSED CAP TECHNICAL ADJUSTMENT RATES State of Oregon

			Reversal	Proposed	
			13/14 UG-167 CAP	UG-167 CAP	R/S 193
		Rate	Deferral Accts	Deferral Accts	Rate Change
Ln	Description	Schedule	Temp. Rate Adj.	Temp. Rate Adj.	Total
No.	(a)	(b)	(c)	(d)	(e)
	CORE MARKET RATE SCHEDULES			-	
1	Residential	101	\$ 0.00693	\$ (0.02938)	\$ (0.02245)
2	Commercial	104	\$ 0.00693	\$ (0.02938)	\$ (0.02245)
3	Com-Ind Dual Service	111	\$ -	\$ -	\$ -
4	Industrial Firm	105	\$ -	\$ -	\$ -
5	Industrial Interr.	170	\$ -	\$ -	\$ -
	NONCORE MARKET CUSTOMERS				
6	Distribution	163	\$ -	\$ -	\$ -
7	Lg. Vol Distribution	164	\$ -	\$ -	\$ -
8	Special Contract	902	\$ -	- \$	\$ -