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July 21, 2020

Oregon Public Utility Commission Attention: Filing Center P.O. Box 1088 Salem, OR 97308-1088

RE: Cascade Natural Gas Corporation's Petition for a Waiver of OAR 860-022-0015

### Attention Filing Center:

Cascade Natural Gas Corporation ("Company"), pursuant to the provisions of ORS 756.040 and in accordance with OAR 860-021-0005, encloses for filing its Petition for Waiver of OAR 860-022-0015. This waiver will allow the Company to implement a new franchise agreement effective September 1, 2020, for the City of Redmond, OR.

If you have any questions concerning this submittal, please contact me at (509) 734-4593.

Sincerely,

/s/ Michael Parvinen

Michael Parvinen Director, Regulatory Affairs

Attachment

# BEFORE THE PUBLIC UTILITY COMMISSION OF OREGON

In the Matter of Cascade Natural Gas Corporation Petition for a Waiver of OAR 860-022-0015

## PETITION OF CASCADE NATURAL GAS CORPORATION

Cascade Natural Gas Corporation ("Cascade" or "Company") files this petition under the 1 provisions of ORS 756.040 and in accordance with OAR 860-021-0005. Cascade seeks an order 2 3 from the Public Utility Commission of Oregon (Commission) granting a waiver of OAR 860-022-0015. OAR 860-022-0015 requires the utility to inform customers at least 30 days before 4 the effective date of filing with the Commission any new changes in rates, tolls, charges, rules, or 5 6 regulations. The Company respectfully requests a waiver of OAR 860-022-0015 to allow the 7 Company to implement a new franchise agreement effective September 1, 2020 for the City of 8 Redmond, OR which raises the franchise fee to 7% of gross revenues, of which the base franchise fee is 3% and the incremental franchise fee is 4%. 9

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11 I. Background

Keeping customers informed of changes and bill impacts of rate revisions is a top priority for Cascade. The Company regularly communicates with customers regarding changes to rates and other operational changes through various channels including customer bill inserts. Cascade only recently found out about this increase in the franchise fee, which was approved by the City of Redmond on July 8, 2020. This short time window made it infeasible for Cascade to order the required printing materials and to make internal planning requirements necessary to send out

- 1 customer notices via bill inserts within the 30-day requirement as outlined in OAR 860-022-
- 2 0015. Cascade has prepared a customer announcement which it intends to send to customers
- 3 immediately within the operational constraints of printing and mailing announcements to its
- 4 customers within its Redmond, Oregon service territory. As such, the announcements may
- 5 initially be received by customers outside of the 30-day requirement.

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#### **II.** Governing Authority

Commission rules require a utility to announce utility tariff changes within a specified 30-day timeframe:

OAR 860-022-0015 requires the following:

Except as hereinafter provided in this division, energy utilities and large telecommunications utilities must file with the Commission all tariffs, rate schedules, or supplements thereto containing any change in rates, tolls, charges, rules, or regulations at least 30 days before the effective date of such changes. The Commission will reject tariffs or schedules not conforming with the rules in this division.

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### III. Request for Waiver

OAR 860-021-0005 allows the Commission to grant waivers of Division 21 rules for good cause shown. Cascade respectfully seeks waiver of the specific provisions of OAR 860-022-0015 requiring the utility to send announcements regarding its proposed rate revisions within 30 days of filing. The Company intends to make a good faith effort to send such

announcements immediately within the time and operation constraints required to execute its bill 1 insert mailing. 2 3 4 5 DATED: July 21, 2020 6 7 Sincerely, 8 9 /s/ Michael Parvinen 10 11 Michael Parvinen 12 Director, Regulatory Affairs 13 Cascade Natural Gas Corporation 14 8113 W. Grandridge Blvd 15 Kennewick, WA 99336 16 Telephone: (509) 734-4593 17 michael.parvinen@cngc.com 18