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September 15, 2016

Oregon Public Utility Commission 201 High Street S.E. Salem, OR 97301-3612

Re: Advice No. CNG/O16-07-04, UG 322 SUPPLEMENTAL Proposed Rate Changes to Cascade Natural Gas' Tariff Sheets

Attention Filing Center:

Cascade Natural Gas Corporation submits for filing one original and three copies of rate changes to Cascade's P.U.C. OR No. 9 Tariffs. These proposed changes incorporate the changes filed in the Company's Purchased Gas Adjustment filing (Advice No. O16-07-01) and the Company's filings for non-gas cost adjustments (Advice Nos. O16-07-02 and O16-07-03). The requested effective date for all of the previously referenced changes is November 1, 2016. Tariffs affected by proposed changes are as follows:

Tenth Revision Sheet No. 101 Tenth Revision Sheet No. 104 Tenth Revision Sheet No. 105 Tenth Revision Sheet No. 111 Tenth Revision Sheet No. 112 Tenth Revision Sheet No. 126 Tenth Revision Sheet No. 163

Tenth Revision Sheet No. 170

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

Sincerely,

Michael Parvinen

Director, Regulatory Affairs

Enclosures

GENERAL RESIDENTIAL SERVICE RATE SCHEDULE NO. 101

AVAILABILITY:

This schedule is available to residential customers throughout the territory served by the Company under the tariff of which this schedule is a part for natural gas supplied for all purposes provided adequate capacity and supply exists in the Company's system. Service under this schedule shall be through one or more meters at the option of the Company, provided they are located on contiguous property not divided by streets, roads, alleys, or other public thoroughfares. Meters on noncontiguous properties shall not be combined for billing purposes.

RATE:

| Basic Service | Charge | \$3.00 | per month |
|---------------|--------|--------|-----------|
| | | | |

All Therms per Month:

Delivery Charge \$0.36884 per therm

OTHER CHARGES:

| Schedule 177 | Cost of Gas (WACOG) | \$0.43166 | per therm |
|--------------|-------------------------------|-------------|-----------|
| Schedule 191 | Gas Cost Rate Adjustment | (\$0.08611) | per therm |
| Schedule 192 | Intervenor Funding Adjustment | \$0.00191 | per therm |
| Schedule 193 | CAP Temporary Adjustment | \$0.01619 | per therm |
| Schedule 196 | Oregon Earnings Sharing | \$0.00000 | per therm |
| | Total Per Therm Rate | .73249 | per therm |

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MINIMUM CHARGE:

Basic Service Charge \$3.00

TERMS OF PAYMENT:

Each monthly bill shall be due and payable within fifteen (15) days from the date of rendition.

TAX ADDITIONS:

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

SPECIAL TERMS AND CONDITIONS:

- 1. The application of this rate schedule is subject to the General Rules and Regulations of the Company as they may be in effect from time to time and as approved by the Oregon Public Utility Commission.
- 2. Gas purchased under this schedule shall not be submetered or resold to others without special permission from the Company.

CNG/O16-07-04

Issued September 15, 2016 Effective with Service on and After November 1, 2016

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GENERAL COMMERCIAL SERVICE RATE SCHEDULE NO. 104

AVAILABILITY:

This schedule is available to commercial customers throughout the territory served by the Company under the tariff of which this schedule is a part for natural gas supplied for all purposes provided adequate capacity and supply exists in the Company's system. Service under this schedule shall be through one or more meters at the option of the Company, provided they are located on contiguous property not divided by streets, roads, alleys, or other public thoroughfares. Meters on noncontiguous properties shall not be combined for billing purposes.

RATE:

| Delivery Charge | | \$0.26263 | per therm | |
|-----------------|-------------------------------|-------------|-----------|--|
| OTHER CHARGES: | | | | |
| Schedule 177 | Cost of Gas (WACOG) | \$0.43166 | per therm | |
| Schedule 191 | Gas Cost Rate Adjustment | (\$0.08611) | per therm | |
| Schedule 192 | Intervenor Funding Adjustment | \$0.00000 | per therm | |
| Schedule 193 | CAP Temporary Adjustment | \$0.01619 | per therm | |
| Schedule 196 | Oregon Earnings Sharing | \$0.00000 | per therm | |
| | Total Per Therm Rate | \$0.62437 | per therm | |

MINIMUM CHARGE:

Basic Service Charge

All Therms per Month:

Basic Service Charge \$3.00

TERMS OF PAYMENT:

Each monthly bill shall be due and payable within fifteen (15) days from the date of rendition.

TAX ADDITIONS:

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

SPECIAL TERMS AND CONDITIONS:

- 1. The application of this rate schedule is subject to the General Rules and Regulations of the Company as they may be in effect from time to time and as approved by the Oregon Public Utility Commission.
- Gas purchased under this schedule shall not be submetered or resold to others without special permission from the Company.

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Issued September 15, 2016

Effective with Service on and After N

\$3.00 per month

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November 1, 2016

GENERAL INDUSTRIAL SERVICE RATE SCHEDULE NO. 105

AVAILABILITY:

This schedule is available to industrial customers throughout the territory served by the Company under the tariff of which this schedule is a part for natural gas supplied for all purposes provided adequate capacity and supply exists in the Company's system. Service under this schedule shall be through one or more meters at the option of the Company, provided they are located on contiguous property not divided by streets, roads, alleys, or other public thoroughfares. Meters on noncontiguous properties shall not be combined for billing purposes.

RATE:

| All Therms per Month Delivery Charge | : | \$0.19152 | per therm |
|--------------------------------------|-------------------------------|-------------|-----------|
| OTHER CHARGES: | | ψ0,17132 | per merm |
| Schedule 177 | Cost of Gas (WACOG) | \$0.43166 | per therm |
| Schedule 191 | Gas Cost Rate Adjustment | (\$0.08611) | per therm |
| Schedule 192 | Intervenor Funding Adjustment | \$0.00131 | per therm |
| Schedule 193 | CAP Temporary Adjustment | \$0.00000 | per therm |
| Schedule 196 | Oregon Earnings Sharing | \$0.00000 | per therm |
| | Total Per Therm Rate | \$0.53838 | per therm |
| IUM CHARGE: | | | |

MINIMUM CHARGE:

Basic Service Charge \$12.00

Basic Service Charge

TERMS OF PAYMENT:

Each monthly bill shall be due and payable within fifteen (15) days from the date of rendition.

TAX ADDITIONS:

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

SPECIAL TERMS AND CONDITIONS:

- 1. The application of this rate schedule is subject to the General Rules and Regulations of the Company as they may be in effect from time to time and as approved by the Oregon Public Utility Commission.
- Gas purchased under this schedule shall not be submetered or resold to others without special permission from the Company.

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Issued September 15, 2016

Effective with Service on and After

November 1, 2016

\$12.00 per month

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LARGE VOLUME GENERAL SERVICE RATE SCHEDULE NO. 111

AVAILABILITY:

This schedule is available throughout the territory served by the Company under the tariff of which this schedule is a part provided adequate capacity and supply exists in the Company's system. Service under this schedule shall be for natural gas supplied for all purposes to customers having an annual fuel requirement of not less than 50,000 therms and where the customer's major fuel requirement is for process use.

RATE:

| Delivery Charge | | \$0.15494 | per therm |
|-----------------|-------------------------------|-------------|-----------|
| OTHER CHARGES: | | | |
| Schedule 177 | Cost of Gas (WACOG) | \$0.43166 | per therm |
| Schedule 191 | Gas Cost Rate Adjustment | (\$0.08611) | per therm |
| Schedule 192 | Intervenor Funding Adjustment | \$0.00131 | per therm |
| Schedule 193 | CAP Temporary Adjustment | \$0.00000 | per therm |
| Schedule 196 | Oregon Earnings Sharing | \$0.00000 | per therm |
| | Total Per Therm Rate | \$0.50180 | per therm |

CONTRACT:

Customers receiving service under this rate schedule shall execute a contract for a minimum period of twelve (12) consecutive months' use. The Annual Minimum Quantity is to be negotiated and included as part of the contract but in no case shall the Annual Minimum Quantity be less than 50,000 therms.

ANNUAL DEFICIENCY BILL:

All Therms per Month:

In the event customer purchases less than the Annual Minimum Quantity as stated in the contract, customer shall be charged an Annual Deficiency Bill. Annual Deficiency Bill shall be calculated as the difference between the Annual Minimum Quantity less actual purchase or transport therms times the difference between the per therm rates effective in this schedule and any modifying schedules less the weighted average commodity cost of system supply gas as such costs are reflected in the Company's tariff.

TERMS OF PAYMENT:

Each monthly bill shall be due and payable within fifteen (15) days from the date of rendition.

TAX ADDITIONS:

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

SPECIAL TERMS AND CONDITIONS:

- 1. The application of this rate is subject to the General Rules and Regulations of the Company as they may be in effect from time to time and as approved by the Oregon Public Utility Commission.
- 2. Gas purchased under this schedule shall not be submetered or resold to others without special permission from the Company.
- 3. Service to the above customers shall be through one or more meters, at the option of the Company, provided they are located on contiguous property not divided by streets, roads, alleys, or other public thoroughfares. Meters on noncontiguous properties shall not be combined for billing purposes.

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Effective with Service on and After November 1, 2016

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COMPRESSED NATURAL GAS SERVICE SCHEDULE NO. 112

AVAILABILITY:

This schedule is available to all customers throughout the territory served by the Company under the tariff of which this schedule is a part for natural gas supplied for the sole purpose of compressing natural gas for use as a fuel in vehicular internal combustion engines. Service under this schedule shall be through one or more meters, at the option of the Company, provided they are located on contiguous property not divided by streets, roads, alleys, or other public thoroughfares. Service for any end use of natural gas other than the compression of natural gas for vehicle use, such as space heating, water heating, or any other direct processing or boiler fuel use, is not permitted under this rate schedule or through the meter through which service under this rate schedule is offered.

RATE:

| All Therms per Month: Delivery Charge | | \$0.22600 | per therm | |
|--|-------------------------------|-------------|-----------|-----|
| OTHER CHARGES: | | | | |
| Schedule 177 | Cost of Gas (WACOG) | \$0.43166 | per therm | (R) |
| Schedule 191 | Gas Cost Rate Adjustment | (\$0.08611) | per therm | (R) |
| Schedule 192 | Intervenor Funding Adjustment | \$0.00000 | per therm | |
| Schedule 193 | CAP Temporary Adjustment | \$0.00000 | per therm | |
| Schedule 196 | Oregon Earnings Sharing | \$0.00000 | per therm | |
| | Total Per Therm Rate | \$0.57155 | per therm | (R) |
| | | | | |

\$3.00 per month

MINIMUM CHARGE:

Basic Service Charge

Basic Service Charge

\$3.00

CONTRACT:

Customers receiving service under this rate schedule shall sign a contract having a minimum term of twelve (12) months. Said contract shall contain such provisions regarding indemnification and insurance as the Company deems necessary or desirable with respect to a particular customer.

TERMS OF PAYMENT:

Each monthly bill shall be due and payable within fifteen (15) days from the date of rendition.

TAX ADDITIONS:

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

SPECIAL TERMS AND CONDITIONS:

- 1. The application of this rate schedule is subject to the General Rules and Regulations of the Company as they may be in effect from time to time and as approved by the Oregon Public Utility Commission.
- Gas purchased under this schedule may be submetered and resold to others solely as a fuel for vehicular internal combustion
 engines, provided the Company has requested and the Oregon Public Utility Commission has granted approval for such resale
 by a particular customer.

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November 1, 2016

EMERGENCY INSTITUTIONAL SERVICE **SCHEDULE NO. 126**

AVAILABILITY:

This schedule is available upon written application throughout the territory served by the Company under the tariff of which this schedule is a part provided adequate capacity and supply exists in the Company's system, and Customer has made a showing acceptable to Company that Customer's institutional operations could not be continued without severe disadvantage to the occupants of Customer's facilities in the absence of service by Company under this schedule.

APPLICABILITY:

To gas, no portion of which shall be resold, supplied at one point of delivery and through one meter, on a best efforts basis, to institutional customers currently taking service from the Company under its filed rate schedules, and then under curtailment, up to the maximum volume limits imposed by Company on an hourly or daily basis, or both, and/or as a total over the estimated period of Customer's emergency. Such limits may be established by instructions given by Company to any authorized representative of Customer.

CONTRACT:

Customers receiving service under this rate schedule shall execute a contract for a period of twelve (12) consecutive months.

RATE:

| All Therms per Month: Delivery Charge | | \$0.26670 | per therm |
|---------------------------------------|---|------------------------|------------------------|
| OTHER CHARGES: | | | |
| Schedule 177 | Cost of Gas (WACOG) | \$0.43166 | per therm |
| Schedule 191 | Gas Cost Rate Adjustment | (\$0.08611) | per therm |
| Schedule 192 | Intervenor Funding Adjustment | \$0.00000 | per therm |
| Schedule 193 Schedule 196 | CAP Temporary Adjustment Oregon Earnings Sharing | \$0.00000 \$0.00000 | per therm per therm |
| | Total Per Therm Rate | \$0.61225 | per therm |
| IUM CHARGE: | | | |

MINIM

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None

TERMS OF PAYMENT:

Each monthly bill shall be due and payable within fifteen (15) days from the date of rendition.

UNAUTHORIZED USE:

BY Mark A. Chiles

Customer shall be obligated to limit its receipts of gas to the hourly and daily volumes permitted. Any volumes taken in excess of that permitted is unauthorized. Company shall bill and Customer shall pay for unauthorized takes at the rate of \$0.50 per therm in addition to the regular charges incurred in the RATE section of this schedule. The payment of an overrun penalty shall not under any circumstances be considered as giving Customer the right to take unauthorized overrun gas or to exclude any other remedies which may be available to the Company to prevent such overrun.

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GENERAL DISTRIBUTION SYSTEM INTERRUPTIBLE TRANSPORTATION SERVICE SCHEDULE NO. 163

AVAILABILITY:

This unbundled distribution system interruptible transportation service schedule is available throughout the territory served by the Company under the tariff of which this schedule is a part, provided, in the sole judgment of the Company, there are adequate facilities in place at the existing distribution line or as such line may be enhanced by the Company from time to time to provide service. Service under this schedule shall be in conjunction with service provided under optional gas supply supplemental Schedule No. 183.

RATE:

A. Basic Service Charge

\$500.00 per month

All customers receiving gas supply service through this schedule will be invoiced a monthly Dispatching Service Charge under this schedule or under one of the optional gas supply supplemental schedules, but in no event shall customer be billed a monthly Dispatching Service Charge under more than one schedule for service at a single metering facility.

B. Commodity Charge For All Therms Delivered Per Month

| | | Base Rate | Schedule 192 | Schedule 196 | Billing Rates | |
|-------|---------|--------------|-----------------|-----------------|------------------|---------------------|
| First | 10,000 | 0.12402 | \$0.00131 | \$0.00000 | \$0.12533 | Per Therm Per Month |
| Next | 10,000 | 0.11188 | \$0.00131 | \$0.00000 | \$0.11319 | Per Therm Per Month |
| Next | 30,000 | 0.10512 | \$0.00131 | \$0.00000 | \$0.10643 | Per Therm Per Month |
| Next | 50,000 | 0.06456 | \$0.00131 | \$0.00000 | \$0.06587 | Per Therm Per Month |
| Next | 400,000 | 0.03275 | \$0.00131 | \$0.00000 | \$0.03406 | Per Therm Per Month |
| Over | 500.000 | 0.01755 | \$0.00131 | \$0.00000 | \$0.01886 | Per Therm Per Month |

The total of all charges invoiced by Company shall be subject to a Gross Revenue Fee reimbursement charge to cover state utility tax and other governmental levies imposed upon the Company, as those fees and levies may be in effect from time to time.

All other terms and conditions of services shall be pursuant to the Rules and Regulations set forth in the Company's filed tariff.

OTHER SERVICES:

Service under this schedule shall include transportation on the Company's distribution facilities only. Access to interstate pipeline or other upstream facilities, either new or existing, shall be pursuant to other schedules if such services are to be obtained through the Company.

- Continued on Next Page -

(M) Denotes material moved from Sheet No. 164, which has been withdrawn.

CNG/O16-07-04

BY Mark A. Chiles

Issued September 15, 2016

Effective with Service on and After November 1, 2016

ISSUED BY CASCADE NATURAL GAS CORPORATION

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INTERRUPTIBLE SERVICE SCHEDULE NO. 170

AVAILABILITY:

This schedule is available throughout the territory served by the Company under the tariff of which this schedule is a part provided adequate capacity and supply exists in Company's system. Service under this schedule shall be for natural gas delivered for all purposes to customers having an annual fuel requirement of not less than 180,000 therms per year and where customer agrees to maintain standby fuel burning facilities and an adequate supply of standby fuel to replace the entire supply of natural gas delivered hereunder. Service under this schedule shall be subject to curtailment by the Company when in the judgment of the Company such curtailment or interruption of service is necessary. Company shall not be liable for damages for or because of any curtailment of natural gas deliveries hereunder.

RATE:

| All Therms per Month: |
|-----------------------|
| Delivery Charge |

| OTHER CHARGES: | | | |
|----------------|-------------------------------|-------------|-----------|
| Schedule 177 | Cost of Gas (WACOG) | \$0.43166 | per therm |
| Schedule 191 | Gas Cost Rate Adjustment | (\$0.08611) | per therm |
| Schedule 192 | Intervenor Funding Adjustment | \$0.00131 | per therm |
| Schedule 193 | CAP Temporary Adjustment | \$0.00000 | per therm |
| Schedule 196 | Oregon Earnings Sharing | \$0.00000 | per therm |
| | Total Per Therm Rate | \$0.46995 | per therm |

CONTRACT:

Customers receiving service under this rate schedule shall execute a contract for a minimum period of twelve (12) consecutive months' use. Said contract shall state the maximum daily consumption of natural gas that Company agrees to deliver, as well as the Annual Minimum Quantity.

ANNUAL DEFICIENCY BILL:

In the event customer purchases less than the Annual Minimum Quantity as stated in the contract, customer shall be charged an Annual Deficiency Bill. Annual Deficiency Bill shall be calculated by multiplying the difference between the Annual Minimum Quantity and the therms actually taken ("Deficiency Therms") times the difference between the commodity rate in this Rate Schedule No. 170, as modified by any applicable rate adjustments, and the weighted average commodity cost of system supply gas as such costs are reflected in the Company's tariffs. If service is curtailed or interrupted by Company, the Annual Minimum Quantity shall be reduced by a fraction, the numerator of which is the actual number of days or fraction thereof, service was curtailed and the denominator of which is 365.

TERMS OF PAYMENT:

Each monthly bill shall be due and payable fifteen (15) days from the date of rendition.

UNAUTHORIZED USE OF GAS:

Gas taken by customer under this schedule by reason of its failure to comply with Company's curtailment order shall be considered as an unauthorized overrun volume. Company shall bill and customer shall pay for such unauthorized overrun at the rate of \$0.50 per therm in addition to the regular charges incurred in the RATE section of this schedule. The payment of an overrun penalty shall not under any circumstances be considered as giving customer the right to take unauthorized overrun gas or to exclude any other remedies which may be available to the Company to prevent such overrun.

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\$0.12309 per therm

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