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December 2, 2013

Oregon Public Utility Commission P.O. Box 1088 Salem, OR 97308-1088

Re:

Supplemental Cover letter – UM 1636 (1)

Dear Ms. Williams

Cascade Natural Gas (Cascade or Company) is providing the following information, per discussions with staff, supplementing its request for an accounting order for reauthorization to record and defer environmental remediation work at the Manufactured Gas Plant (MGP) in Eugene, Oregon.

In regards to the status of the project, the parties identified as responsible for the remediation efforts (of which Cascade is the major party) have not received a final report from the Oregon Department of Environmental Quality (DEQ) which would include actual remediation requirements. Cascade has been expecting and anticipating this report for some time now. Until the report is received Cascade cannot determine the extent or cost of required cleanup efforts.

To date the Company has been working to identify potential insurance providers and policy coverage during relevant time periods. Costs deferred to date have been associated with this effort.

Including costs identified in the application for deferral, Cascade will also defer all insurance proceeds associated with costs deferred since the inception of the initial deferral order. Please contact me at (509) 734-4593 if you have any further questions.

Sincerely,

Michael Parvinen

Director, Regulatory Affairs