

Substitute Second Rev. Sheet No. 302
 Canceling
 First Revision Sheet No. 302

WN U-3

CASCADE NATURAL GAS CORPORATION

COMMERCIAL/INDUSTRIAL CONSERVATION PROGRAM

AVAILABILITY:

This program is available throughout Cascade's Washington service territory to qualifying commercial and industrial customers served on rate schedules 504, 505, 511, 570, and 577 upon meeting the requirements contained in the following specifications section.

PROGRAM DESCRIPTION:

This program is designed to increase energy efficiency in commercial/industrial facilities within Cascade's service territory by providing rebates for the installation of certain energy efficiency measures in qualifying facilities.

MEASURES/INCENTIVES:

The following measures are deemed cost-effective and may be recommended under this program. Energy efficiency measures not listed may still be eligible for customer incentives providing the incremental costs of the measure does not exceed \$1.00 per therm saved. Incentives for site-specific program measures will be based on 25% of the avoided cost savings of the measures, not to exceed 50% of the incremental cost of the measure.

| Measure | Description | Efficiency/Type/Req Qualification | Unit Incentive |
|--|--|--|--|
| HVAC Unit Heater | High-Efficiency Non-Condensing with Electronic Ignition | Minimum 86% AFUE | \$1.50/kBtu/hr |
| HVAC Unit Heater | High Efficiency Condensing | Minimum 92% AFUE | \$3.00/kBtu/hr |
| Warm Air Furnace | High Efficiency Condensing Furnace | Minimum 91% AFUE | \$3.00/kBtu/hr |
| Radiant Heating | Direct Fired Radiant Heating | None | \$6.50/kBtu/hr |
| Insulation | Attic Insulation (retrofit only) | Tier One: Minimum R-30 Tier Two: Minimum R-45 | Tier One: \$0.50/sq. ft. Tier Two: \$0.65/sq. ft. |
| Insulation | Roof Insulation (retrofit only) | Tier One: Minimum R-21 Tier Two: Minimum R-30 | Tier One: \$0.60/ sq. ft. Tier Two: \$0.80/ sq. ft. |
| Insulation | Wall Insulation (retrofit only) | Tier One: Minimum R-11 ¹ Tier Two: Minimum R-19 | Tier One: \$0.30/ sq. ft. Tier Two: \$0.40/ sq. ft. |
| Domestic Hot Water Tanks | Condensing Tank | Minimum 91% AFUE or 91% Thermal Efficiency | \$2.50/kBtu/hr |
| Domestic Tankless/ Instantaneous Water Heaters | With Standing Pilot | Minimum 70.8% Energy Factor | \$30.00/gpm |
| Domestic Tankless/ Instantaneous Water Heaters | With Electronic Ignition | Minimum 73.8% AFUE | \$40.00/gpm |
| Boiler | High Efficiency Condensing Boiler with Electronic Ignition | Minimum 90% AFUE and 300 kBtu input | \$4.00/kBtu/hr |
| Boiler Vent Damper | Boiler Vent Damper | Minimum 1,000 kBtu input | \$1,000/ vent damper |
| Boiler Steam Trap ² | Steam Trap fitted to Steam Boiler | Minimum 300 kBtu input and steam pressures at 7psig or greater | \$80.00 |
| Gas Fryer | Energy Star | None | \$600.00 |
| Gas Convection Oven | Full Sized Oven (Cooking capacity 6 cubic feet or more) | None | \$600.00 |
| Gas Griddle | High Efficiency Infrared Gas Griddle | None | \$500.00 |
| Clothes Washer | Commercial Gas Washer | 1.8 MEF | \$180.00 |

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¹ Minimum value of R-11 applies only where existing walls have no internal insulation cavities.

² To qualify for rebate, steam trap size must be <2", minimum 25 psig trap design pressure. This measure will only be allowed where the customer agrees to have the trap regularly maintained and replaced every seven years.

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CNG/WA09-08-01A

ISSUED August 10, 2009

EFFECTIVE September 11, 2009

BY

[Signature]
 Jon T. Stoltz

ISSUED BY CASCADE NATURAL GAS CORPORATION

TITLE Senior Vice President
 Regulatory & Gas Supply

WN U-3

Original Sheet No. 302-A

CASCADE NATURAL GAS CORPORATION

COMMERCIAL/INDUSTRIAL CONSERVATION PROGRAM

(Continued from previous Page)

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SPECIFICATIONS:

Requirements: (as applicable to the project)

- Participating customers must be a new or existing commercial or industrial natural gas customer of Cascade Natural Gas Corporation
- All high efficiency HVAC, water heating, and or cooking equipment must be replacing standard efficiency natural gas equipment or installing new equipment. Buildings currently using high efficiency equipment are not eligible for this program.
- Insulation measures must be installed in an existing building heated by natural gas without insulation in the component being treated.
- Eligible measures must be installed during the effective dates of this program to be eligible for a rebate
- Customers requesting site-specific energy efficiency measures must submit estimated costs and natural gas savings associated with the project. Natural gas savings are to be calculated using standard engineering practices. The Company will review the natural gas savings calculations, and reserves the right to modify energy savings estimates.

(N)

GENERAL PROVISIONS:

The administrative and program delivery costs associated with this program will be accounted for and recovered through a temporary technical adjustment mechanism in the deferral tracking portion of the Company's annual PGA filing.

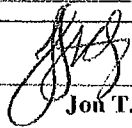
All installations and equipment must comply with all codes and permit requirements applicable in the state of Washington and must be properly inspected, if required, by appropriate agencies. The Company may establish specifications regarding any measures and modifications to be affected and may conduct inspections to ensure that such specifications are met. Customer must submit required documentation of purchase and installation to the Company under the terms and instructions on the current rebate form. The Company reserves the right to verify installation prior to payment of any rebates. The Company reserves the right to alter, amend, or cancel this program at any time.

BY AUTH. OF ORDERS 05, 06 AND 07 OF WASH. UTILITIES & TRANSPORTATION COMM., DOCKET UG-060256

In Compliance with Docket UG-060256 Order 06

ISSUED September 14, 2007

EFFECTIVE October 1, 2007

BY 
Jon T. Stoltz

ISSUED BY CASCADE NATURAL GAS CORPORATION

TITLE Senior Vice President
Regulatory & Gas Supply