

BEFORE THE
WASHINGTON UTILITIES & TRANSPORTATION COMMISSION

UG-__
GENERAL RATE APPLICATION
OF
NORTHWEST NATURAL GAS COMPANY

December 18, 2020

Direct Exhibit of Kyle W. Walker

REVENUE REQUIREMENT

Exh. KTW-9

Washington Allocated Results

Line No.	Year 2 Test Year Results (f)	Year 2 Adjustments (g)	Year 2 Test Year Adjusted (h)	Proposed Year 2 Rate Increase (i)	Year 2 Test Year at 9.40% Equity Return (j)	
Operating Revenues						
1	Sale of Gas	\$82,146,548	\$0	\$82,146,548	\$3,150,116	\$85,296,664
2	Transportation	2,442,716	0	2,442,716		2,442,716
3	Miscellaneous Revenues	267,428	0	267,428		267,428
4	Total Operating Revenues	84,856,693	0	84,856,693	3,150,116	88,006,809
Operating Revenue Deductions						
5	Gas Purchased	28,728,552	0	28,728,552	0	28,728,552
6	Uncollectible Accrual for Gas Sales	95,249	0	95,249	3,304	98,553
7	Other Operating & Maintenance Expenses	19,445,998	459,932	19,905,929	0	19,905,929
8	Total Operating & Maintenance Expense	48,269,799	459,932	48,729,731	3,304	48,733,034
9	Federal Income Tax	2,508,295	(371,753)	2,136,542	634,026	2,770,568
10	Property Taxes	1,621,132	0	1,621,132	0	1,621,132
11	Other Taxes	4,371,750	0	4,371,750	127,643	4,499,393
12	Depreciation & Amortization	12,471,561	816,146	13,287,706	0	13,287,706
13	Total Operating Revenue Deductions	69,242,537	904,324	70,146,862	764,972	70,911,833
14	Net Operating Revenues	\$15,614,155	(\$904,324)	\$14,709,831	\$2,385,144	\$17,094,975
15	Total Rate Base	\$225,866,743	\$21,420,708	\$247,287,451	\$0	\$247,287,451
16	Rate of Return	<u>6.91%</u>		<u>5.95%</u>		<u>6.913%</u>
17	Return on Common Equity	<u>9.40%</u>		<u>7.43%</u>		<u>9.40%</u>