

BEFORE THE
WASHINGTON UTILITIES & TRANSPORTATION COMMISSION

UG-__
GENERAL RATE APPLICATION
OF
NORTHWEST NATURAL GAS COMPANY

December 31, 2018

Direct Exhibit of Sean R. Borgerson

FEDERAL INCOME TAX REFORM

Exh. SRB-5

**NW Natural - Deferred Tax Remeasurement
Summary of Washington Rate Base Increase from Deferred Tax Remeasurement**

	a	b	c	d	e	f	g	
		Washington Regulatory Liability	Applied to Ratemaking Years as Follows:					
			Year 1	Year 2	Year 3	Year 4	Year 5	
1	Plant	\$ 14.592	\$ 0.400	\$ 0.400	\$ 0.400	\$ 0.400	\$ 0.400 A	
2	Non-Plant	\$ (0.319)	(0.032)	(0.032)	(0.032)	(0.032)	(0.032) B	
4		\$ 14.3	\$ 0.368	\$ 0.368	\$ 0.368	\$ 0.368	\$ 0.368	
5	Rate Base Increase	>>>	\$ 0.552				C	

- A** Reflects the first five years of Plant EDIT amortization at a rate intended not to exceed an ARAM normalization speed limit
- B** Reflects straight-line amortization over ten years
- C** Increase to rate base in this general rate case proceeding - Equal to half of the first three years of total amortization.