Northwest Natural Gas Company Owned Capacity Property Adjustment For Year Ended 12/31/1999 to Rate Year 6/30/2001

Docket UG-000073 Exhibit No. _____ (MRL-3) Page 1 of 1

1 O & M per book	Line <u>No.</u>	<u>Description</u>	<u>Amount</u>		Adjustment <u>Factor</u>	<u>Adjustment</u>
Total O & M \$167,813 3.44% (\$5,770)	1	O & M per book	\$167,105			
4 Depreciation per book 5 Adj: Mist annualization 6 Total Depreciation 7 Mist Property tax 8 \$22,999 3.44% (8,386) 7 Mist Property tax 8 \$22,999 3.44% (791) 8 Total Expenses (\$14,947) 9 Plant in service \$7,969,373 10 Mist 2,209,520 11 Total Plant in Service \$10,178,893 3.44% (349,988) 12 Cushion Gas \$799,740 3.44% (27,498) 13 Accumulated Depreciation 4 Adj: Mist Accumulated Depr. 15 Total Accumulated Depr. 16 Deferred Taxes Estimated (\$2,285,787) 17 Total Rate Base (\$2,209,520) (\$2,285,787) (\$2,306,225) (\$2,306,225) 3.44% 79,297 16 Deferred Taxes Estimated (\$445,569) 3.44% 15,320 17 Total Rate Base (\$2,306,555) (\$282,869)	2	Adj: Mist annualization	708			
5 Adj: Mist annualization 40,876 \$243,904 3.44% (8,386) 7 Mist Property tax \$22,999 3.44% (791) 8 Total Expenses (\$14,947) 9 Plant in service \$7,969,373 (\$10 Mist 3.44% (349,988) 10 Mist 2,209,520 \$10,178,893 3.44% (349,988) 12 Cushion Gas \$799,740 3.44% (27,498) 13 Accumulated Depreciation (\$2,285,787) (20,438) 79,297 14 Adj: Mist Accumulated Depr. (\$2,306,225) 3.44% 79,297 16 Deferred Taxes Estimated (\$445,569) 3.44% 15,320 17 Total Rate Base \$8,661,555 (\$282,869) 18 Annual Growth Rate 2.36% 3.56%	3	Total O & M	- -	\$167,813	3.44%	(\$5,770)
Total Depreciation	4	Depreciation per book	\$203,028			
Total Expenses \$22,999 3.44% (791)	5	Adj: Mist annualization	40,876			
8 Total Expenses (\$14,947) 9 Plant in service \$7,969,373 2,209,520	6	Total Depreciation	- -	\$243,904	3.44%	(8,386)
9 Plant in service \$7,969,373 10 Mist 2,209,520 11 Total Plant in Service \$10,178,893 3.44% (349,988) 12 Cushion Gas \$799,740 3.44% (27,498) 13 Accumulated Depreciation (\$2,285,787) 14 Adj: Mist Accumulated Depr. (20,438) 15 Total Accumulated Depr. (\$2,306,225) 3.44% 79,297 16 Deferred Taxes Estimated (\$445,569) 3.44% 15,320 17 Total Rate Base \$8,661,555 (\$282,869)	7	Mist Property tax		\$22,999	3.44%	(791)
10 Mist 2,209,520	8	Total Expenses				(\$14,947)
Total Plant in Service \$10,178,893 3.44% (349,988)	9	Plant in service	\$7,969,373			
12 Cushion Gas \$799,740 3.44% (27,498) 13 Accumulated Depreciation (\$2,285,787) 14 Adj: Mist Accumulated Depr. (20,438) 15 Total Accumulated Depr. (\$2,306,225) 3.44% 79,297 16 Deferred Taxes Estimated (\$445,569) 3.44% 15,320 17 Total Rate Base \$8,661,555 (\$282,869) 18 Annual Growth Rate 2.36% 19 Year and Half Growth Rate 3.56%	10	Mist	2,209,520			
13 Accumulated Depreciation (\$2,285,787) 14 Adj: Mist Accumulated Depr. (20,438) 15 Total Accumulated Depr. (\$2,306,225) 3.44% 79,297 16 Deferred Taxes Estimated (\$445,569) 3.44% 15,320 17 Total Rate Base \$8,661,555 (\$282,869) 18 Annual Growth Rate 2.36% 19 Year and Half Growth Rate 3.56%	11	Total Plant in Service	- -	\$10,178,893	3.44%	(349,988)
14 Adj: Mist Accumulated Depr. (20,438) 15 Total Accumulated Depr. (\$2,306,225) 3.44% 79,297 16 Deferred Taxes Estimated (\$445,569) 3.44% 15,320 17 Total Rate Base \$8,661,555 (\$282,869) 18 Annual Growth Rate 2.36% 19 Year and Half Growth Rate 3.56%	12	Cushion Gas		\$799,740	3.44%	(27,498)
15 Total Accumulated Depr. (\$2,306,225) 3.44% 79,297 16 Deferred Taxes Estimated (\$445,569) 3.44% 15,320 17 Total Rate Base \$8,661,555 (\$282,869) 18 Annual Growth Rate 2.36% 19 Year and Half Growth Rate 3.56%	13	Accumulated Depreciation	(\$2,285,787)			
16 Deferred Taxes Estimated (\$445,569) 3.44% 15,320 17 Total Rate Base \$8,661,555 (\$282,869) 18 Annual Growth Rate 2.36% 19 Year and Half Growth Rate 3.56%	14		(20,438)			
17 Total Rate Base \$8,661,555 (\$282,869) 18 Annual Growth Rate 2.36% 19 Year and Half Growth Rate 3.56%	15	Total Accumulated Depr.	-	(\$2,306,225)	3.44%	79,297
18 Annual Growth Rate 2.36% 19 Year and Half Growth Rate 3.56%	16	Deferred Taxes Estimated		(\$445,569)	3.44%	15,320
19 Year and Half Growth Rate 3.56%	17	Total Rate Base	- =	\$8,661,555		(\$282,869)
19 Year and Half Growth Rate 3.56%						
	18	Annual Growth Rate			2.36%	
20 Adjustment Factor (Line 18 / (100% + Line 18)) 3.44%	19	Year and Half Growth Rate			3.56%	
	20	Adjustment Factor (Line 18 / (100% + Line 18))			3.44%	