

Rates and Regulatory Affairs
Facsimile: 503.721.2532

UG-090626-SF

 NW Natural <i>We grew up here.</i>	150 YEARS 1859-2009	220 NW 2ND AVENUE PORTLAND, OR 97209
		TEL 503.226.4211 800.422.4012
		nwnatural.com

April 30, 2009

David Danner, Executive Director & Secretary
Washington Utilities & Transportation Commission
1300 S. Evergreen Park Drive, S.W.
P.O. Box 47250
Olympia, Washington 98504-7250

STATE OF WASHINGTON
UTILITIES AND TRANSPORTATION
COMMISSION
2009 APR 29 AM 8:15


Re: **ANNUAL COMMISSION BASIS REPORT FOR THE TWELVE MONTHS ENDED DECEMBER 31, 2008 WITHOUT WORKPAPERS**

Dear Mr. Danner:

Enclosed are an original and three copies of the Company's Annual Commission Basis Report without workpapers for the 12 months ended December 31, 2008. This Report is submitted under *WAC 480-90-257*. Workpapers will be provided under separate cover.

Please feel free to call me if you have any questions.

Sincerely,



Natasha Siores
Senior Rates Analyst

NCS/kcm
enclosures



REPORT:

ANNUAL COMMISSION BASIS REPORT
WITHOUT WORKPAPERS
(for the 12 months ended December 31, 2008)

**NW Natural
Washington Annual Commission Basis Report
Twelve Months Ended December 31, 2008**

<u>Line No.</u>	<u>Test Year Results</u> (a)	<u>Adjustments</u> (b)	<u>Test Year Adjusted</u> (c)
Operating Revenues			
1	\$93,972,519	\$10,414,084	\$104,386,603
2	953,251	(16,519)	936,733
3	332,545	0	332,545
4	95,258,315	10,397,566	105,655,880
Operating Revenue Deductions			
5	58,010,370	11,518,062	69,528,432
6	300,310	49,127	349,437
7	10,989,629	(115,764)	10,873,865
8	69,300,309	11,451,425	80,751,734
9	3,144,527	(542,333)	2,602,194
10	1,236,411	0	1,236,411
11	4,128,376	421,309	4,549,685
12	7,653,795	0	7,653,795
13	85,463,418	11,330,401	96,793,819
14	\$9,794,896	(\$932,835)	\$8,862,061
15	\$123,017,160	\$2,477,784	\$125,494,944
16	<u>7.96%</u>		<u>7.06%</u>
17	<u>9.82%</u>		<u>8.04%</u>