

UG-121828

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November 12, 2012

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

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STATE OF WASHINGTON
OFFICE OF THE
ATTORNEY GENERAL

Dear Mr. Danner,

Per WAC 480-90-275, attached are an original and two copies of the Company's Results of Operations for the Third Quarter (July-August), 2012.

Included within each month's section is a summary of the rate of return on rate base, an income statement presentation of results, a report of operations and maintenance expense broken out by FERC account and a detailed report of operations and maintenance expense which shows the allocation methodology used. Each month's section also includes a report for the 12 months ending each month on the rate of return on rate base and the income statement presentation of results.

Also attached are a report of allocation factors and a report of gross plant and accumulated depreciation at December 31, 2010 and 2011. Finally, volumes, customers and use per customer are presented on monthly and 12-months ended bases for 2011 and 2012.

Reports are presented with system results, as well as with results for each state.

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

Sincerely,

A handwritten signature in cursive script that reads 'Cristan Kelley'.

Cristan Kelley

attachments

July 2012 Activity

NW Natural
Washington Results of Operations
Monthly Summary

Total Operating Revenue

Total Rate Base

Rate Of Return on Rate Base

July 2012								
System Direct	System Allocated	System Total	Washington Direct	Washington Allocated	Washington Total	Oregon Direct	Oregon Allocated	Oregon Total
		(1,577,625)			(269,001)			(1,308,623)
		960,201,900			110,731,283			849,470,617
		-0.16%			-0.24%			-0.15%

NW Natural
Washington Quarterly Results of Operations Report

July 2012

Monthly Summary Acct	Description	Alloc. Ref.	System		Washington		Washingt		Oregon		Oregon Total
			Direct	Allocated	Direct	Allocated	Direct	Allocated	Direct	Allocated	
480.1	Sales of Gas										
481.1	Residential		14,267,588	14,267,588	1,713,062	1,713,062	1,713,062	1,713,062	12,554,525	12,554,525	12,554,525
481.2	Commercial		8,900,292	8,900,292	859,705	859,705	859,705	859,705	8,040,587	8,040,587	8,040,587
481.3	Industrial Firm		1,833,158	1,833,158	157,165	157,165	157,165	157,165	1,675,993	1,675,993	1,675,993
481.5	Interruptible		2,106,746	2,106,746	75,151	75,151	75,151	75,151	2,031,595	2,031,595	2,031,595
481.5	Interruptible Incentive		0	0	0	0	0	0	0	0	0
495.20	Unbilled Revenue		937,523	937,523	171,671	171,671	171,671	171,671	765,852	765,852	765,852
	Total Sales of Gas	A	27,107,784	27,107,784	2,805,083	2,805,083	2,805,083	2,805,083	24,302,701	24,302,701	24,302,701
	Transportation Revenue										
489.12	Industrial Firm		578,160	578,160	74,220	74,220	74,220	74,220	503,940	503,940	503,940
489.13	Interruptible		667,163	667,163	60,996	60,996	60,996	60,996	606,167	606,167	606,167
489.15	Interruptible Incentive		0	0	0	0	0	0	0	0	0
489.3	Agency Fee/Balancing		0	0	0	0	0	0	0	0	0
	Total Transportation Revenue		1,245,323	1,245,323	135,216	135,216	135,216	135,216	1,110,107	1,110,107	1,110,107
495.6	Rate Adjustments - Amortizations		(1,660,032)	(1,660,032)	(31,557)	(31,557)	(31,557)	(31,557)	(1,628,475)	(1,628,475)	(1,628,475)
	Miscellaneous Revenues										
487	Late Payment Charge		102,574	102,574	6,234	6,234	6,234	6,234	96,340	96,340	96,340
488.1	Returned Check Charge		9,405	9,405	1,080	1,080	1,080	1,080	8,325	8,325	8,325
488.3	Recon Charge CR During Office Hours		17,840	17,840	1,625	1,625	1,625	1,625	16,215	16,215	16,215
488.4	Field Collection Charge		23,475	23,475	2,910	2,910	2,910	2,910	20,565	20,565	20,565
488.5	Recon Charge CR After Office Hours		18,950	18,950	2,300	2,300	2,300	2,300	16,650	16,650	16,650
488.6	Recon Charge Seas During Office Hours		1,375	1,375	100	100	100	100	1,275	1,275	1,275
488.7	Recon Charge Seas After Office Hours		575	575	50	50	50	50	525	525	525
488.8	Automated Payment Charge		8,015	8,015	1,110	1,110	1,110	1,110	6,905	6,905	6,905
493.2	Rent - Utility Property	B	23,365	23,365	1,571	1,571	1,571	1,571	21,793	21,793	21,793
495.1	Meter Rentals		1,881	1,881	0	0	0	0	1,881	1,881	1,881
495.2	Other Gas Revenue - Miscellaneous		200,386	200,386	16,585	16,585	16,585	16,585	183,801	183,801	183,801
	Total Miscellaneous Revenues		26,893,461	26,893,461	2,925,327	2,925,327	2,925,327	2,925,327	23,968,135	23,968,135	23,968,135
	Total Operating Revenue		27,854,349	27,854,349	3,098,569	3,098,569	3,098,569	3,098,569	27,755,780	27,755,780	27,755,780
	Cost of Gas										
804.7	WACOG Incurred		10,910,555	10,910,555	1,006,642	1,006,642	1,006,642	1,006,642	9,903,913	9,903,913	9,903,913
805.7	WACOG Deferred		1,841,668	1,841,668	255,137	255,137	255,137	255,137	1,586,531	1,586,531	1,586,531
804.6	Demand Incurred		7,469,631	7,469,631	735,892	735,892	735,892	735,892	6,733,739	6,733,739	6,733,739
805.8	Demand Deferred		(4,112,385)	(4,112,385)	(430,705)	(430,705)	(430,705)	(430,705)	(3,681,680)	(3,681,680)	(3,681,680)
805.4	Amortization of Gas Costs		(2,707,155)	(2,707,155)	(321,555)	(321,555)	(321,555)	(321,555)	(2,385,600)	(2,385,600)	(2,385,600)
	Total Cost of Gas		13,402,314	13,402,314	1,245,411	1,245,411	1,245,411	1,245,411	12,156,903	12,156,903	12,156,903
	Operations & Maintenance	O&M									
	Other Taxes										
408.11	Property		1,743,118	1,743,118	139,665	139,665	139,665	139,665	1,603,453	1,603,453	1,603,453
408.12	Franchise		814,497	814,497	692,329	692,329	692,329	692,329	122,168	122,168	122,168
408.13	Payroll	C	400,293	400,293	68,503	68,503	68,503	68,503	331,790	331,790	331,790
408.14	Other		571,505	571,505	2,371	2,371	2,371	2,371	569,134	569,134	569,134
408.15	Regulatory		0	0	0	0	0	0	0	0	0
	Total Other Taxes		3,129,120	3,129,120	834,365	834,365	834,365	834,365	2,294,755	2,294,755	2,294,755
403.1	Depreciation	D									
	Income Taxes										
409.11	Federal Income Taxes		32,282	32,282							
410.11	Federal Income Taxes - Deferred		142,550	142,550							
411.42	Federal Income Tax Credit		(2,500,898)	(2,500,898)	46	46	46	46	(2,500,944)	(2,500,944)	(2,500,944)
409.12	Oregon Income Taxes		8,333	8,333	0	0	0	0	8,333	8,333	8,333
410.12	Oregon Income Taxes - Deferred		(103,919)	(103,919)	0	0	0	0	(103,919)	(103,919)	(103,919)
411.12	Oregon Income Tax Credit		(392,085)	(392,085)	0	0	0	0	(392,085)	(392,085)	(392,085)
	Total Income Taxes		(2,813,737)	(2,813,737)	(297,663)	(297,663)	(297,663)	(297,663)	(2,516,074)	(2,516,074)	(2,516,074)
	Total Operating Revenue Deductions		17,707,387	17,707,387	2,152,807	2,152,807	2,152,807	2,152,807	15,554,581	15,554,581	15,554,581
	Net Operating Income		10,146,962	10,146,962	945,762	945,762	945,762	945,762	12,191,199	12,191,199	12,191,199

**NW Natural
Washington Results of Operations
Monthly Summary**

	System Direct	System Allocated	System Total	Washington Direct	Washington Allocated	Washington Total	Oregon Direct	Oregon Allocated	Oregon Total
Rate Base									
101 Gross Plant			2,356,388,609			237,150,957			2,119,237,651
108.1X Accumulated Depreciation		(1,060,999,493)	(1,060,999,493)			(96,929,987)			(964,069,507)
117.X Storage Gas - Cushion		14,179,463	14,179,463			1,320,108			12,859,355
186.XX Leasehold Improvements		1,666,941	1,666,941			368,790			1,298,151
252.XX Customer Contributions		(2,644,644)	(2,644,644)			(170,681)			(2,473,963)
283.XX Deferred Taxes - Federal		(290,328,491)	(290,328,491)			(31,007,905)			(259,320,586)
283.XX Deferred Taxes - State		(58,060,485)	(58,060,485)			0			(58,060,485)
Total Rate Base			960,201,900			110,731,283			849,470,617
			-0.16%			-0.24%			-0.15%
Rate Of Return on Rate Base									
			100.00%			18.31%			81.69%
			100.00%			10.68%			89.32%
			100.00%			10.38%			89.62%
			100.00%			10.49%			89.51%

Allocation References:
 A Unbilled Revenue
 B Follows plant split
 O&M See CO&M Detail
 C Payroll Factor
 D Depreciation Factor

**NW Natural
Washington Results of Operations
12 Month Ended Reports**

Summary

Total Operating Revenue

Total Rate Base

Rate Of Return on Rate Base

July 2012

System Direct	System Allocated	System Total	Washington Direct	Washington Allocated	Washington Total	Oregon Direct	Oregon Allocated	Oregon Total
		92,364,384			10,491,776			81,872,608
		965,867,735			112,003,208			853,864,527
		9.56%			9.37%			9.59%

**NW Natural
Washington Results of Operations
12 Month Ended Reports**

Acct	Description	Alloc. Ref.	System Direct	System Allocated	System Total	Washington Direct	Washington Allocated	Washington Total	Oregon Direct	Oregon Allocated	Oregon Total
480.1	Sales of Gas		459,391,675	0	459,391,675	49,740,213	0	49,740,213	409,651,462	0	409,651,462
481.1	Residential		224,699,236	0	224,699,236	20,404,808	0	20,404,808	204,294,427	0	204,294,427
481.2	Commercial		27,775,887	0	27,775,887	2,553,647	0	2,553,647	25,222,239	0	25,222,239
481.3	Industrial Firm		31,258,069	0	31,258,069	1,627,300	0	1,627,300	29,630,769	0	29,630,769
481.5	Interruptible		0	0	0	0	0	0	0	0	0
481.5	Interruptible Incentive		0	0	0	0	0	0	0	0	0
495.20	Unbilled Revenue		0	1,024,609	1,024,609	0	247,604	247,604	0	777,005	777,005
	Total Sales of Gas	A	743,124,866	1,024,609	744,149,475	74,325,969	247,604	74,573,573	668,798,897	777,005	669,575,902
489.12	Transportation Revenue		7,304,884	0	7,304,884	850,612	0	850,612	6,454,272	0	6,454,272
489.13	Industrial Firm		8,535,596	0	8,535,596	723,764	0	723,764	7,811,832	0	7,811,832
489.15	Interruptible		0	0	0	0	0	0	0	0	0
489.15	Interruptible Incentive		0	0	0	0	0	0	0	0	0
489.3	Agency Fee/Balancing		10,326	0	10,326	0	0	0	10,326	0	10,326
	Total Transportation Revenue		15,850,806	0	15,850,806	1,574,376	0	1,574,376	14,276,430	0	14,276,430
495.6	Rate Adjustments - Amortizations		(5,513,085)	0	(5,513,085)	(1,072,360)	0	(1,072,360)	(4,440,724)	0	(4,440,724)
487	Miscellaneous Revenues		2,618,491	0	2,618,491	132,434	0	132,434	2,486,057	0	2,486,057
488.1	Late Payment Charge		154,290	0	154,290	16,388	0	16,388	137,903	0	137,903
488.3	Returned Check Charge		252,303	0	252,303	18,925	0	18,925	233,378	0	233,378
488.4	Recon Charge CR During Office Hours		368,170	0	368,170	49,530	0	49,530	318,640	0	318,640
488.5	Field Collection Charge		469,200	0	469,200	52,750	0	52,750	416,450	0	416,450
488.6	Recon Charge CR After Office Hours		19,150	0	19,150	1,750	0	1,750	17,400	0	17,400
488.7	Recon Charge Seas During Office Hours		4,550	0	4,550	650	0	650	3,900	0	3,900
488.8	Recon Charge Seas After Office Hours		124,357	0	124,357	17,573	0	17,573	106,785	0	106,785
493.2	Automated Payment Charge		214,291	0	214,291	22,808	0	22,808	191,484	0	191,484
493.2	Rent - Utility Property		121,938	0	121,938	684	0	684	121,254	0	121,254
495.1	Meter Rentals		4,346,740	278,475	4,625,216	313,491	19,418	332,908	4,033,250	259,057	4,292,307
495.2	Other Gas Revenue - Miscellaneous		757,809,328	1,303,084	759,112,412	75,141,475	267,022	75,408,497	682,667,852	1,036,063	683,703,915
	Total Operating Revenue		311,012,343	0	311,012,343	29,586,361	0	29,586,361	281,425,982	0	281,425,982
804.7	WACOG Incurred		46,242,990	0	46,242,990	5,199,242	0	5,199,242	41,043,748	0	41,043,748
805.7	WACOG Deferred		91,494,147	0	91,494,147	8,876,568	0	8,876,568	82,617,579	0	82,617,579
804.6	Demand Incurred		362,328	0	362,328	(142,971)	0	(142,971)	505,299	0	505,299
805.8	Demand Deferred		(58,133,154)	0	(58,133,154)	(7,194,380)	0	(7,194,380)	(50,938,775)	0	(50,938,775)
805.4	Amortization of Gas Costs		390,978,654	0	390,978,654	36,324,821	0	36,324,821	354,653,833	0	354,653,833
	Total Cost of Gas		14,839,779	107,480,330	122,320,109	916,935	10,836,799	11,753,734	13,922,844	96,643,530	110,566,374
Detail	Operations & Maintenance	O&M	20,235,403	0	20,235,403	1,577,081	0	1,577,081	18,658,322	0	18,658,322
408.11	Property		19,350,150	0	19,350,150	3,468,213	0	3,468,213	15,881,937	0	15,881,937
408.12	Franchise		0	5,104,710	5,104,710	0	561,231	561,231	4,543,480	0	4,543,480
408.13	Payroll		278,932	0	278,932	44,097	0	44,097	234,835	0	234,835
408.14	Other		2,014,052	0	2,014,052	165,723	0	165,723	1,848,330	0	1,848,330
408.15	Regulatory		41,878,538	5,104,710	46,983,249	5,255,114	561,231	5,816,345	36,623,424	4,543,480	41,166,904
	Total Other Taxes		0	65,038,835	65,038,835	0	6,847,166	6,847,166	0	58,191,769	58,191,769
403.1	Depreciation		(8,100,857)	0	(8,100,857)	3,896,341	0	3,896,341	(11,997,198)	0	(11,997,198)
409.11	Federal Income Taxes		62,291,856	0	62,291,856	278,315	0	278,315	(20,861,345)	0	(20,861,345)
410.11	Federal Income Taxes - Deferred		(2,224,795)	0	(2,224,795)	0	0	0	(2,224,795)	0	(2,224,795)
411.42	Federal Income Tax Credit		12,882,145	0	12,882,145	0	0	0	12,882,145	0	12,882,145
409.12	Oregon Income Taxes		(2,838,237)	0	(2,838,237)	0	0	0	(2,838,237)	0	(2,838,237)
410.12	Oregon Income Taxes - Deferred		41,427,082	0	41,427,082	4,174,655	0	4,174,655	(37,252,427)	0	(37,252,427)
411.12	Oregon Income Tax Credit		666,748,028	177,623,975	844,371,993	42,496,870	18,245,196	60,742,066	405,200,101	159,378,779	601,831,307
	Total Operating Revenue Deductions		447,696,971	177,623,975	625,320,946	42,496,870	18,245,196	60,742,066	405,200,101	159,378,779	601,831,307
	Net Operating Income		92,364,384	0	92,364,384	10,491,776	0	10,491,776	0	0	81,872,608

**NW Natural
Washington Results of Operations
12 Month Ended Reports**

	System Direct	System Allocated	System Total	Washington Direct	Washington Allocated	Washington Total	Oregon Direct	Oregon Allocated	Oregon Total
Rate Base									
101 Gross Plant		2,316,970,352	2,316,970,352			235,868,918			2,081,101,434
108.1X Accumulated Depreciation		(1,034,280,721)	(1,034,280,721)			(95,799,215)			(938,481,507)
117.X Storage Gas - Cushion		14,115,624	14,115,624			1,346,989			12,768,635
186.XX Leasehold Improvements		1,612,047	1,612,047			218,633			1,393,414
252.XX Customer Contributions		(2,424,255)	(2,424,255)			(156,070)			(2,268,185)
283.XX Deferred Taxes - Federal		(275,196,682)	(275,196,682)			(29,476,047)			(245,720,635)
283.XX Deferred Taxes - State		(54,928,630)	(54,928,630)			0			(54,928,630)
Total Rate Base		965,867,735	965,867,735			112,003,208			853,864,527
		9.56%	9.56%			9.37%			9.59%
		100.00%	100.00%			24.17%			75.83%
		100.00%	100.00%			6.97%			93.03%
		100.00%	100.00%			10.99%			89.01%
		100.00%	100.00%			10.53%			89.47%

Rate Of Return on Rate Base

- Allocation References:
 A Unbilled Revenue
 B Direct
 O&M See O&M Detail
 C Payroll Factor
 D Depreciation Factor

NW Natural
Washington Quarterly Results of Operations Report
Operations and Maintenance Expense: Allocation of System Amounts
For the period ended July 31, 2012

Month

	System	Washington	Oregon
Natural Gas Storage			
Underground Storage Expense			
Operation			
816 Wells Expense	\$26,964	\$2,510	\$24,454
818 Compressor Station Expense	44,390	4,133	40,258
819 Compressor Station Fuel	0		0
820 Measuring and Regulator Station Expense	106,802	9,943	96,858
821 Purification Expense			
Maintenance			
832 Wells Expense	12,885	1,200	11,686
Total Underground Storage Expense	191,041	17,786	173,255
Other Storage Expense			
Operation			
840 Supervision and Engineering	6,796	633	6,163
Total Other Storage Expense	6,796	633	6,163
Liquified Natural Gas Expense			
Operation			
844 Supervision and Engineering	169,651	15,794	153,856
845 LNG Fuel			
Maintenance			
847 Supervision and Engineering	54,510	5,075	49,435
Total Liquified Natural Gas Expense	224,161	20,869	203,291
Total Natural Gas Storage	421,998	39,288	382,710
Transmission Expense			
Operation			
856 Mains Expense	78,785	3,875	74,909
Maintenance			
863 Maintenance of Mains			
Total Transmission Expense	78,785	3,875	74,909
Distribution Expense			
Operation			
870 Supervision and Engineering	174,987	14,888	160,099
874 Mains and Services Expense	870,806	39,598	831,208
875 Measuring and Regulator Station Expense - General	9,250	920	8,330
877 Measuring and Regulator Station Expense - City Gate	24,454	1,947	22,507
878 Meter and House Regulator Expense	410,668	41,878	368,790
879 Customer Installation Expense	698,745	71,924	626,820
880 Other Expense	169,545	16,825	152,720
881 Rents	6,787	669	6,117

For the period ended July 31, 2012

Month

	System	Washington	Oregon
Maintenance			
885 Supervision and Engineering	484,326	42,729	441,597
887 Mains	193,707	32,241	161,466
889 Measuring and Regulator Station Expense - General	58,449	4,311	54,139
891 Measuring and Regulator Station Expense - City Gate	4,740	378	4,362
892 Services	95,042	8,706	86,336
893 Meters and House Regulators	169,208	16,264	152,944
894 Other Equipment	1,696	133	1,563
Total Distribution Expense	3,372,411	293,413	3,078,998
Customer Accounts Expense			
Operation			
901 Supervision	126,433	12,466	113,967
902 Meter Reading Expenses	56,751	5,760	50,991
903 Customer Records and Collection Expense	1,372,980	137,318	1,235,662
904 Uncollectible Accounts	79,281	7,871	71,410
Total Customer Accounts Expense	1,635,445	163,415	1,472,030
Customer Service and Informational			
Operation			
907 Supervision	25,030	2,623	22,407
908 Customer Assistance Expense	284,451	28,938	255,513
909 Customer Information Expense	209,901	21,998	187,903
910 Miscellaneous Customer Service Expense	11,368	1,191	10,177
Total Customer Service and Informational	530,751	54,750	476,000
Sales Expense			
Operation			
911 Supervision	25,503	2,652	22,852
912 Demonstration and Selling Expense	189,908	19,380	170,528
913 Advertising	7,035	625	6,410
916 Miscellaneous Sales Expense	-	-	-
Total Sales Expense	222,446	22,657	199,789
Administrative and General Expense			
Operation			
921 Office Supplies and Expense	3,316,309	329,253	2,987,055
922 Administrative Expenses Transferred - Credit	(1,178,679)	(121,789)	(1,056,890)
924 Property Insurance Premium	199,628	19,683	179,945
925 Injuries and Damages	112,473	11,090	101,383
926 Employee Pensions and Benefits	51,467	5,293	46,174
928 Regulatory Commission Expense	-	-	-
930 Miscellaneous General Expense	330,081	32,546	297,535
931 Rents	369,611	49,990	319,620
Maintenance			
935 Maintenance of General Plant	311,467	32,474	278,993
Total Administrative and General Expense	3,512,358	358,541	3,153,816
Total Operations and Maintenance Expense	\$9,774,192	\$935,940	\$8,838,252

FEBC_Descr	System				Washington				Oregon			
	Direct		Total		Direct		Total		Direct		Total	
	Jul	Jul	Jul	Jul	Jul	Jul	Jul	Jul	Jul	Jul	Jul	
881 Rents Total	0.00	6,786.55	6,786.55	669.16	0.00	669.16	0.00	6,117.39	0.00	6,117.39	6,117.39	
	0.00	390,171.73	390,171.73	38,470.90	0.00	38,470.90	0.00	351,700.83	0.00	351,700.83	351,700.83	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
	89,896.36	0.00	89,896.36	0.00	0.00	0.00	0.00	89,896.36	0.00	89,896.36	89,896.36	
	4,258.29	0.00	4,258.29	0.00	0.00	0.00	0.00	4,258.29	0.00	4,258.29	4,258.29	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
885 Supervision and Engineering Total	94,154.65	390,171.73	484,326.38	42,729.19	4,258.29	38,470.90	42,729.19	351,700.83	89,896.36	441,597.19	441,597.19	
	0.00	47,031.56	47,031.56	4,637.32	0.00	4,637.32	4,637.32	42,394.24	0.00	42,394.24	42,394.24	
	0.00	94,603.14	94,603.14	10,718.54	0.00	10,718.54	10,718.54	83,884.60	0.00	83,884.60	83,884.60	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
	35,186.73	0.00	35,186.73	0.00	0.00	0.00	0.00	35,186.73	0.00	35,186.73	35,186.73	
	16,885.63	0.00	16,885.63	16,885.63	0.00	0.00	16,885.63	0.00	0.00	16,885.63	16,885.63	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
887 Mains Total	52,072.36	141,634.70	193,707.06	32,241.49	16,885.63	15,355.86	32,241.49	126,278.84	35,186.73	161,465.57	161,465.57	
	0.00	2,226.43	2,226.43	0.00	0.00	0.00	2,226.43	2,006.91	0.00	2,006.91	2,006.91	
	6,058.11	0.00	6,058.11	0.00	0.00	0.00	0.00	6,058.11	0.00	6,058.11	6,058.11	
	0.00	46,676.88	46,676.88	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
	0.00	3,487.74	3,487.74	3,487.74	0.00	0.00	3,487.74	3,112.11	0.00	3,112.11	3,112.11	
889 Measuring and Regulator Station Expense - General Total	6,058.11	52,391.05	58,449.16	4,310.62	0.00	4,310.62	4,310.62	48,080.43	6,058.11	54,138.54	54,138.54	
	0.00	54.42	54.42	5.37	0.00	5.37	5.37	49.05	0.00	49.05	49.05	
	0.00	4,685.41	4,685.41	372.96	0.00	372.96	372.96	4,312.45	0.00	4,312.45	4,312.45	
	0.00	4,739.83	4,739.83	378.33	0.00	378.33	378.33	4,361.50	0.00	4,361.50	4,361.50	
	0.00	30,795.49	30,795.49	3,036.44	0.00	3,036.44	3,036.44	27,759.05	0.00	27,759.05	27,759.05	
	47,251.31	0.00	47,251.31	0.00	0.00	0.00	0.00	47,251.31	0.00	47,251.31	47,251.31	
	4,690.55	0.00	4,690.55	4,690.55	0.00	0.00	4,690.55	0.00	0.00	4,690.55	4,690.55	
	0.00	12,305.11	12,305.11	979.48	0.00	979.48	979.48	11,325.63	0.00	11,325.63	11,325.63	
892 Services Total	51,941.86	43,100.60	95,042.46	8,706.47	4,690.55	4,015.92	8,706.47	39,084.68	47,251.31	86,335.99	86,335.99	
	0.00	(2,388.69)	(2,388.69)	(235.53)	0.00	(235.53)	(235.53)	(2,153.16)	0.00	(2,153.16)	(2,153.16)	
	0.00	83,473.16	83,473.16	8,666.08	0.00	8,666.08	8,666.08	74,807.08	0.00	74,807.08	74,807.08	
	0.00	929.78	929.78	80.80	0.00	80.80	80.80	848.98	0.00	848.98	848.98	
	0.00	27,451.21	27,451.21	1,924.33	0.00	1,924.33	1,924.33	25,526.88	0.00	25,526.88	25,526.88	
	0.00	19,051.32	19,051.32	1,996.58	0.00	1,996.58	1,996.58	17,054.74	0.00	17,054.74	17,054.74	
	(8,195.58)	0.00	(8,195.58)	0.00	0.00	0.00	0.00	(8,195.58)	0.00	(8,195.58)	(8,195.58)	
	0.00	48,886.40	48,886.40	3,891.35	0.00	3,891.35	3,891.35	44,995.05	0.00	44,995.05	44,995.05	
893 Meters and House Regulators Total	(8,195.58)	177,403.18	169,207.60	16,263.61	0.00	16,263.61	16,263.61	161,139.57	(8,195.58)	152,943.99	152,943.99	
	0.00	1,345.90	1,345.90	132.71	0.00	132.71	132.71	1,213.19	0.00	1,213.19	1,213.19	
	350.03	0.00	350.03	0.00	0.00	0.00	0.00	350.03	0.00	350.03	350.03	
894 Other Equipment Total	350.03	1,345.90	1,695.93	132.71	0.00	132.71	132.71	1,213.19	0.00	1,213.19	1,213.19	
	0.00	126,433.12	126,433.12	12,466.31	0.00	12,466.31	12,466.31	113,966.81	0.00	113,966.81	113,966.81	
901 Supervision Total	0.00	126,433.12	126,433.12	12,466.31	0.00	12,466.31	12,466.31	113,966.81	0.00	113,966.81	113,966.81	
	0.00	53,994.24	53,994.24	5,566.80	0.00	5,566.80	5,566.80	48,427.44	0.00	48,427.44	48,427.44	
	0.00	2,756.38	2,756.38	193.22	0.00	193.22	193.22	2,563.16	0.00	2,563.16	2,563.16	
902 Meter Reading Expenses Total	0.00	56,750.62	56,750.62	5,760.02	0.00	5,760.02	5,760.02	50,990.60	0.00	50,990.60	50,990.60	
	0.00	837,798.53	837,798.53	82,603.00	0.00	82,603.00	82,603.00	755,195.53	0.00	755,195.53	755,195.53	
	0.00	126,387.30	126,387.30	13,030.53	0.00	13,030.53	13,030.53	113,356.77	0.00	113,356.77	113,356.77	
	0.00	33,480.21	33,480.21	2,346.96	0.00	2,346.96	2,346.96	31,133.25	0.00	31,133.25	31,133.25	
	0.00	375,353.64	375,353.64	39,337.07	0.00	39,337.07	39,337.07	336,016.57	0.00	336,016.57	336,016.57	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
903 Customer Records and Collection Expense Total	0.00	1,372,979.68	1,372,979.68	137,317.56	0.00	137,317.56	137,317.56	1,235,662.12	0.00	1,235,662.12	1,235,662.12	
	0.00	2,285.00	2,285.00	235.58	0.00	235.58	235.58	2,049.42	0.00	2,049.42	2,049.42	
	0.00	12,624.79	12,624.79	1,097.09	0.00	1,097.09	1,097.09	11,527.70	0.00	11,527.70	11,527.70	
	0.00	5,982.05	5,982.05	419.34	0.00	419.34	419.34	5,562.71	0.00	5,562.71	5,562.71	
	0.00	58,389.35	58,389.35	6,119.20	0.00	6,119.20	6,119.20	52,270.15	0.00	52,270.15	52,270.15	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
904 Uncollectible Accounts Total	0.00	79,281.19	79,281.19	7,871.21	0.00	7,871.21	7,871.21	71,409.98	0.00	71,409.98	71,409.98	
	0.00	25,030.43	25,030.43	2,623.19	0.00	2,623.19	2,623.19	22,407.24	0.00	22,407.24	22,407.24	
907 Supervision Total	0.00	25,030.43	25,030.43	2,623.19	0.00	2,623.19	2,623.19	22,407.24	0.00	22,407.24	22,407.24	
	0.00	25,394.10	25,394.10	2,499.91	0.00	2,499.91	2,499.91	22,894.19	0.00	22,894.19	22,894.19	
	0.00	178,947.04	178,947.04	18,449.44	0.00	18,449.44	18,449.44	160,497.60	0.00	160,497.60	160,497.60	
	0.00	22,648.76	22,648.76	1,968.18	0.00	1,968.18	1,968.18	20,680.58	0.00	20,680.58	20,680.58	
	0.00	64,914.97	64,914.97	4,550.54	0.00	4,550.54	4,550.54	60,364.43	0.00	60,364.43	60,364.43	
	0.00	(3,258.40)	(3,258.40)	(341.49)	0.00	(341.49)	(341.49)	(2,916.91)	0.00	(2,916.91)	(2,916.91)	
	(5,967.07)	0.00	(5,967.07)	0.00	0.00	0.00	0.00	(5,967.07)	0.00	(5,967.07)	(5,967.07)	
	1,811.57	0.00	1,811.57	1,811.57	0.00	0.00	1,811.57	0.00	0.00	1,811.57	1,811.57	
	(4,155.50)	0.00	(4,155.50)	0.00	0.00	0.00	0.00	(4,155.50)	0.00	(4,155.50)	(4,155.50)	
908 Customer Assistance Expense Total	0.00	288,606.47	288,606.47	27,126.58	1,811.57	27,126.58	28,938.15	261,479.89	(5,967.07)	255,512.82	255,512.82	
	0.00	209,900.99	209,900.99	21,997.62	0.00	21,997.62	21,997.62	187,903.37	0.00	187,903.37	187,903.37	
909 Customer Information Expense Total	0.00	209,900.99	209,900.99	21,997.62	0.00	21,997.62	21,997.62	187,903.37	0.00	187,903.37	187,903.37	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
	0.00	11,368.28	11,368.28	1,191.40	0.00	1,191.40	1,191.40	10,176.88	0.00	10,176.88	10,176.88	
910 Miscellaneous Customer Service Expense Total	0.00	11,368.28	11,368.28	1,191.40	0.00	1,191.40	1,191.40	10,176.88	0.00	10,176.88	10,176.88	
	0.00	12,467.36	12,467.36	1,285.38	0.00	1,285.38	1,285.38	11,181.98	0.00	11,181.98	11,181.98	
	0.00	13,035.81	13,035.81	1,366.15	0.00	1,366.15	1,366.15	11,669.66	0.00	11,669.66	11,669.66	
	0.00	25,503.17	25,503.17	2,651.53	0.00	2,651.53	2,651.53	22,851.64	0.00	22,851.64	22,851.64	
911 Supervision Total	0.00	25,503.17	25,503.17	2,651.53	0.00	2,651.53	2,651.53	22,851.64	0.00	22,851.64	22,851.64	

FERC Descr	System			Washington			Oregon		
	Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
	Jul	Jul	Jul	Jul	Jul	Jul	Jul	Jul	Jul
912 Demonstration and Selling Expense Total	0.00	4,640.19	4,640.19	0.00	457.53	457.53	0.00	4,182.66	4,182.66
	0.00	168,531.08	168,531.08	0.00	17,375.56	17,375.56	0.00	151,155.52	151,155.52
	0.00	11,070.65	11,070.65	0.00	962.04	962.04	0.00	10,108.61	10,108.61
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	5,585.55	5,585.55	0.00	585.36	585.36	0.00	5,000.19	5,000.19
	81.00	0.00	81.00	0.00	0.00	0.00	81.00	0.00	81.00
	81.00	189,827.47	189,908.47	0.00	19,380.49	19,380.49	81.00	170,446.98	170,527.98
	0.00	6,259.34	6,259.34	0.00	543.94	543.94	0.00	5,715.40	5,715.40
	0.00	775.45	775.45	0.00	81.27	81.27	0.00	694.18	694.18
	0.00	7,034.79	7,034.79	0.00	625.21	625.21	0.00	6,409.58	6,409.58
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	3,042,751.89	3,042,751.89	0.00	300,015.35	300,015.35	0.00	2,742,736.54	2,742,736.54
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	(2,287.55)	(2,287.55)	0.00	0.00	0.00	0.00	(2,051.71)	(2,051.71)
	0.00	9,959.10	9,959.10	0.00	1,043.71	1,043.71	0.00	8,915.39	8,915.39
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	159,951.48	0.00	159,951.48	0.00	0.00	0.00	159,951.48	0.00	159,951.48
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	17,250.77	17,250.77	0.00	1,830.31	1,830.31	0.00	15,420.46	15,420.46
	0.00	11.00	11.00	0.00	1.02	1.02	0.00	9.98	9.98
	0.00	88,658.36	88,658.36	0.00	26,597.51	26,597.51	0.00	62,060.85	62,060.85
	0.00	13.55	13.55	0.00	1.08	1.08	0.00	12.47	12.47
	159,951.48	3,156,357.12	3,316,308.60	0.00	329,253.14	329,253.14	159,951.48	2,827,103.98	2,887,055.46
	0.00	(778,385.70)	(778,385.70)	0.00	(79,317.50)	(79,317.50)	0.00	(695,068.20)	(695,068.20)
	0.00	(400,293.07)	(400,293.07)	0.00	(42,471.09)	(42,471.09)	0.00	(357,821.98)	(357,821.98)
	0.00	(1,178,678.77)	(1,178,678.77)	0.00	(121,788.59)	(121,788.59)	0.00	(1,056,890.18)	(1,056,890.18)
	0.00	199,628.14	199,628.14	0.00	19,683.33	19,683.33	0.00	179,944.81	179,944.81
	0.00	199,628.14	199,628.14	0.00	19,683.33	19,683.33	0.00	179,944.81	179,944.81
	0.00	112,472.94	112,472.94	0.00	11,089.82	11,089.82	0.00	101,383.12	101,383.12
	0.00	112,472.94	112,472.94	0.00	11,089.82	11,089.82	0.00	101,383.12	101,383.12
	0.00	15,413.51	15,413.51	0.00	1,519.77	1,519.77	0.00	13,893.74	13,893.74
	492.00	0.00	492.00	0.00	0.00	0.00	492.00	0.00	492.00
	0.00	35,561.51	35,561.51	0.00	3,773.10	3,773.10	0.00	31,788.41	31,788.41
	492.00	50,975.02	51,467.02	0.00	5,292.87	5,292.87	492.00	45,682.15	46,174.15
	0.00	330,081.43	330,081.43	0.00	32,546.04	32,546.04	0.00	297,535.39	297,535.39
	0.00	348,246.27	348,246.27	0.00	34,337.08	34,337.08	0.00	313,909.19	313,909.19
	0.00	1,920.00	1,920.00	0.00	197.95	197.95	0.00	1,722.05	1,722.05
	3,989.18	0.00	3,989.18	0.00	0.00	0.00	3,989.18	0.00	3,989.18
	15,455.24	0.00	15,455.24	15,455.24	0.00	15,455.24	0.00	0.00	0.00
	19,444.42	350,166.27	369,610.69	15,455.24	34,535.03	49,990.27	3,989.18	315,631.24	319,620.42
	0.00	230,873.49	230,873.49	0.00	22,764.10	22,764.10	0.00	208,109.39	208,109.39
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	8,714.59	8,714.59	0.00	898.47	898.47	0.00	7,816.12	7,816.12
	0.00	1,560.63	1,560.63	0.00	397.65	397.65	0.00	1,162.98	1,162.98
	66,786.54	0.00	66,786.54	0.00	0.00	0.00	66,786.54	0.00	66,786.54
	8,941.16	0.00	8,941.16	8,941.16	0.00	8,941.16	0.00	0.00	0.00
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	283.04	283.04	0.00	26.35	26.35	0.00	256.69	256.69
	0.00	(5,692.00)	(5,692.00)	0.00	(553.27)	(553.27)	0.00	(5,138.73)	(5,138.73)
	75,727.70	235,739.75	311,467.45	8,941.16	23,533.30	32,474.46	66,786.54	212,206.45	278,992.99
	1,175,953.59	8,598,238.88	9,774,192.47	73,030.74	862,909.34	935,940.08	1,102,922.85	7,735,329.54	8,838,252.39

August 2012 Activity

**NW Natural
Washington Results of Operations
Monthly Summary**

Total Operating Revenue

Total Rate Base

Rate Of Return on Rate Base

August 2012								
System Direct	System Allocated	System Total	Washington Direct	Washington Allocated	Washington Total	Oregon Direct	Oregon Allocated	Oregon Total
		(1,540,785)			(184,250)			(1,356,535)
		963,417,225			111,153,967			852,263,257
		-0.16%			-0.17%			-0.16%

NW Natural
Washington Quarterly Results of Operations Report

August 2012

Acct	Monthly Summary Description	Alloc. Ref.	System		Washington		Washingt		Oregon		Oregon Total
			Direct	Allocated	Direct	Allocated	Direct	Allocated	Direct	Allocated	
480.1	Residential		12,973,778	12,973,778	1,541,895	1,541,895	11,431,883	11,431,883	7,519,854	7,519,854	11,431,883
481.1	Commercial		8,261,018	8,261,018	741,164	741,164	7,519,854	7,519,854	1,720,460	1,720,460	7,519,854
481.2	Industrial Firm		1,878,063	1,878,063	157,603	157,603	1,720,460	1,720,460	2,111,342	2,111,342	2,111,342
481.3	Interruptible		2,226,231	2,226,231	114,889	114,889	0	0	0	0	0
481.5	Interruptible Incentive		0	0	0	0	0	0	0	0	0
495.20	Unbilled Revenue		0	0	0	0	0	0	0	0	0
	Total Sales of Gas	A	25,339,090	(3,719,939)	21,619,151	(444,946)	22,783,539	(3,274,993)	19,508,546	19,508,546	19,508,546
489.12	Transportation Revenue		578,395	578,395	69,420	69,420	508,975	508,975	508,975	508,975	508,975
489.13	Industrial Firm		725,099	725,099	67,486	67,486	657,613	657,613	657,613	657,613	657,613
489.15	Interruptible Incentive		0	0	0	0	0	0	0	0	0
489.3	Agency Fee/Balancing		0	0	0	0	0	0	0	0	0
	Total Transportation Revenue		1,303,494	1,303,494	136,906	136,906	1,166,588	1,166,588	1,166,588	1,166,588	1,166,588
495.6	Rate Adjustments - Amortizations		1,004,105	1,004,105	(25,201)	(25,201)	1,029,305	1,029,305	1,029,305	1,029,305	1,029,305
487	Miscellaneous Revenues		107,981	107,981	4,366	4,366	103,615	103,615	103,615	103,615	103,615
488.1	Late Payment Charge		9,645	9,645	1,095	1,095	8,550	8,550	8,550	8,550	8,550
488.3	Returned Check Charge		12,565	12,565	1,300	1,300	11,265	11,265	11,265	11,265	11,265
488.4	Recon Charge CR During Office Hours		20,805	20,805	2,550	2,550	18,255	18,255	18,255	18,255	18,255
488.5	Field Collection Charge		17,950	17,950	2,125	2,125	15,825	15,825	15,825	15,825	15,825
488.6	Recon Charge CR After Office Hours		575	575	50	50	525	525	525	525	525
488.7	Recon Charge Seas During Office Hours		1,150	1,150	100	100	1,050	1,050	1,050	1,050	1,050
488.8	Recon Charge Seas After Office Hours		6,780	6,780	903	903	5,878	5,878	5,878	5,878	5,878
493.2	Automated Payment Charge		16,039	16,039	1,600	1,600	14,439	14,439	14,439	14,439	14,439
493.2	Rent - Utility Property		20,152	20,152	2,609	2,609	17,543	17,543	17,543	17,543	17,543
495.1	Meter Rentals		13,333	13,333	429	429	12,904	12,904	12,904	12,904	12,904
495.2	Other Gas Revenue - Miscellaneous		210,936	16,039	226,975	15,526	195,409	14,439	209,948	209,948	209,948
	Total Miscellaneous Revenues		27,857,625	(3,703,900)	24,153,724	(443,346)	25,174,842	(3,260,555)	21,914,288	21,914,288	21,914,288
	Total Operating Revenue		9,463,648	9,463,648	804,637	804,637	8,659,011	8,659,011	8,659,011	8,659,011	8,659,011
804.7	WACOG Incurred		(795,619)	(795,619)	(11,783)	(11,783)	(783,836)	(783,836)	(783,836)	(783,836)	(783,836)
804.6	WACOG Deferred		7,526,476	7,526,476	738,062	738,062	6,788,414	6,788,414	6,788,414	6,788,414	6,788,414
805.8	Demand Incurred		(5,453,019)	(5,453,019)	(568,419)	(568,419)	(4,884,600)	(4,884,600)	(4,884,600)	(4,884,600)	(4,884,600)
805.4	Demand Deferred		(628,773)	(628,773)	(88,535)	(88,535)	(540,238)	(540,238)	(540,238)	(540,238)	(540,238)
	Amortization of Gas Costs		10,112,712	10,112,712	873,962	873,962	9,238,750	9,238,750	9,238,750	9,238,750	9,238,750
	Total Cost of Gas		1,338,179	8,650,880	64,142	869,000	1,274,037	7,781,880	9,055,917	9,055,917	9,055,917
	Operations & Maintenance	O&M	1,743,118	1,743,118	139,665	139,665	1,603,453	1,603,453	1,603,453	1,603,453	1,603,453
408.11	Property		659,955	659,955	99,068	99,068	560,888	560,888	560,888	560,888	560,888
408.12	Franchise		444,205	444,205	46,109	46,109	398,097	398,097	398,097	398,097	398,097
408.13	Payroll		4,770	4,770	2,135	2,135	2,636	2,636	2,636	2,636	2,636
408.14	Other		0	0	0	0	0	0	0	0	0
408.15	Regulatory		2,407,843	444,205	2,407,843	46,109	2,166,976	398,097	2,565,073	2,565,073	2,565,073
	Total Other Taxes		5,551,268	5,551,268	582,217	582,217	4,969,051	4,969,051	4,969,051	4,969,051	4,969,051
403.1	Depreciation		(43,206)	(43,206)	0	0	(43,206)	(43,206)	209,451	209,451	209,451
409.11	Federal Income Taxes		2,631,471	2,631,471	46	46	(6,437,647)	(6,437,647)	2,631,471	2,631,471	2,631,471
410.11	Federal Income Taxes - Deferred		(6,437,601)	(6,437,601)	0	0	779,513	779,513	(6,437,647)	(6,437,647)	(6,437,647)
411.42	Federal Income Tax Credit		625,483	625,483	0	0	625,483	625,483	625,483	625,483	625,483
409.12	Oregon Income Taxes		(366,239)	(366,239)	0	0	(366,239)	(366,239)	(366,239)	(366,239)	(366,239)
410.12	Oregon Income Taxes - Deferred		(2,810,579)	(2,810,579)	0	0	(2,810,579)	(2,810,579)	(2,810,579)	(2,810,579)	(2,810,579)
411.12	Oregon Income Tax Credit		25,694,509	25,694,509	1,497,326	1,497,326	12,679,763	13,149,028	23,270,823	23,270,823	23,270,823
	Total Operating Revenue Deductions		(1,540,785)	(1,540,785)	(184,250)	(184,250)	(1,540,785)	(1,540,785)	(1,540,785)	(1,540,785)	(1,540,785)
	Net Operating Income		13,858,735	14,646,354	1,178,971	1,497,326	12,679,763	13,149,028	23,270,823	23,270,823	23,270,823

	System Direct	System Allocated	System Total	Washington Direct	Washington Allocated	Washington Total	Oregon Direct	Oregon Allocated	Oregon Total
101			2,353,555,852			236,982,805			2,116,573,047
108.1X			(1,061,653,922)			(96,992,256)			(964,661,667)
117.X			14,169,152			1,319,148			12,850,004
186.XX			1,641,526			360,696			1,280,831
252.XX			(2,742,630)			(188,896)			(2,553,734)
283.XX			(283,957,349)			(30,327,530)			(253,629,820)
283.XX			(57,595,405)			0			(57,595,405)
			963,417,225			111,153,967			852,263,257
			-0.16%			-0.17%			-0.16%
			100.00%			11.96%			88.04%
			100.00%			10.68%			89.32%
			100.00%			10.38%			89.62%
			100.00%			10.49%			89.51%

**NW Natural
Washington Results of Operations
Monthly Summary**

Rate Base	Gross Plant
101	
108.1X	Accumulated Depreciation
117.X	Storage Gas - Cushion
186.XX	Leasehold Improvements
252.XX	Customer Contributions
283.XX	Deferred Taxes - Federal
283.XX	Deferred Taxes - State

Total Rate Base
Rate Of Return on Rate Base

- Allocation References:
 A Unbilled Revenue
 B Follows plant split
 O&M See O&M Detail
 C Payroll Factor
 D Depreciation Factor

**NW Natural
Washington Results of Operations
12 Month Ended Reports**

Summary

Total Operating Revenue

Total Rate Base

Rate Of Return on Rate Base

		August 2012						
System Direct	System Allocated	System Total	Washington Direct	Washington Allocated	Washington Total	Oregon Direct	Oregon Allocated	Oregon Total
		91,687,751			10,305,388			81,382,363
		963,781,489			111,726,155			852,055,335
		9.51%			9.22%			9.55%

NW Natural
Washington Results of Operations
12 Month Ended Reports

Acct	Description	Alloc. Ref.	System Direct	System Allocated	System Total	Washington Direct	Washington Allocated	Washington Total	Oregon Direct	Oregon Allocated	Oregon Total
480.1	Sales of Gas Residential		458,748,545	0	458,748,545	49,697,365	0	49,697,365	409,051,180	0	409,051,180
481.1	Commercial		224,198,422	0	224,198,422	20,356,700	0	20,356,700	203,841,722	0	203,841,722
481.2	Industrial Firm		27,597,789	0	27,597,789	2,549,266	0	2,549,266	25,048,523	0	25,048,523
481.3	Interruption Incentive		31,115,824	0	31,115,824	1,579,762	0	1,579,762	29,536,062	0	29,536,062
481.5	Unbilled Revenue		0	0	0	0	0	0	0	0	0
495.20	Total Sales of Gas	A	741,660,580	(2,838,489)	738,822,090	74,183,093	(265,038)	73,918,055	667,477,487	(2,573,451)	664,904,036
489.12	Transportation Revenue Industrial Firm		7,331,957	0	7,331,957	865,975	0	865,975	6,465,982	0	6,465,982
489.13	Interruption Incentive		8,484,437	0	8,484,437	725,027	0	725,027	7,759,410	0	7,759,410
489.15	Agency Fee/Balancing		0	0	0	0	0	0	0	0	0
489.3	Total Transportation Revenue		15,826,720	0	15,826,720	1,591,002	0	1,591,002	14,235,718	0	14,235,718
495.6	Rate Adjustments - Amortizations		(3,822,459)	0	(3,822,459)	(1,049,757)	0	(1,049,757)	(2,772,702)	0	(2,772,702)
487	Miscellaneous Revenues Late Payment Charge		2,581,374	0	2,581,374	128,858	0	128,858	2,452,516	0	2,452,516
488.1	Returned Check Charge		151,710	0	151,710	15,968	0	15,968	135,743	0	135,743
488.3	Recon Charge CR During Office Hours		248,153	0	248,153	19,000	0	19,000	229,153	0	229,153
488.4	Field Collection Charge		360,870	0	360,870	48,480	0	48,480	312,390	0	312,390
488.5	Recon Charge CR After Office Hours		463,525	0	463,525	51,325	0	51,325	412,200	0	412,200
488.6	Recon Charge Seas During Office Hours		18,825	0	18,825	1,600	0	1,600	17,225	0	17,225
488.7	Recon Charge Seas After Office Hours		5,650	0	5,650	700	0	700	4,950	0	4,950
488.8	Automated Payment Charge		121,854	0	121,854	17,135	0	17,135	104,719	0	104,719
493.2	Rent - Utility Property		271,646	0	271,646	0	19,377	19,377	252,269	0	252,269
495.1	Meter Rentals		218,643	0	218,643	23,653	0	23,653	194,990	0	194,990
495.2	Other Gas Revenue - Miscellaneous		133,579	0	133,579	1,113	0	1,113	132,466	0	132,466
	Total Miscellaneous Revenues		4,304,182	271,646	4,575,828	307,831	19,377	327,208	3,996,351	252,269	4,248,620
	Total Operating Revenue		757,969,023	(2,566,844)	755,402,180	75,032,169	(245,661)	74,786,508	682,936,854	(2,321,182)	680,615,672
804.7	Cost of Gas WACOG Incurred		308,896,697	0	308,896,697	29,293,962	0	29,293,962	279,602,735	0	279,602,735
805.7	WACOG Deferred		45,203,826	0	45,203,826	5,148,734	0	5,148,734	40,055,092	0	40,055,092
804.6	Demand Incurred		91,129,423	0	91,129,423	8,884,611	0	8,884,611	82,244,812	0	82,244,812
805.8	Demand Deferred		152,864	0	152,864	(201,124)	0	(201,124)	353,989	0	353,989
805.4	Amortization of Gas Costs		(58,130,117)	0	(58,130,117)	(7,155,796)	0	(7,155,796)	(50,974,321)	0	(50,974,321)
	Total Cost of Gas		387,252,693	0	387,252,693	35,970,386	0	35,970,386	351,282,306	0	351,282,306
Detail	Operations & Maintenance		15,026,485	108,127,639	123,154,124	911,332	10,896,667	11,807,999	14,115,153	97,230,972	111,346,125
408.11	Other Taxes Property		20,223,713	0	20,223,713	1,599,272	0	1,599,272	18,624,441	0	18,624,441
408.12	Franchise		19,256,869	0	19,256,869	3,456,713	0	3,456,713	15,800,156	0	15,800,156
408.13	Payroll		5,158,332	0	5,158,332	565,938	0	565,938	4,592,394	0	4,592,394
408.14	Other		344,099	0	344,099	44,944	0	44,944	299,155	0	299,155
408.15	Regulatory		2,014,052	0	2,014,052	165,723	0	165,723	1,848,330	0	1,848,330
	Total Other Taxes		41,838,734	5,158,332	46,997,066	5,266,652	565,938	5,832,590	36,572,082	4,592,394	41,164,476
403.1	Depreciation		0	65,279,291	65,279,291	0	6,867,223	6,867,223	0	58,412,068	58,412,068
	Income Taxes										
409.11	Federal Income Taxes			(8,144,063)	(8,144,063)			3,780,159			(11,924,222)
410.11	Federal Income Taxes - Deferred			64,923,327	64,923,327			0			64,923,327
411.42	Federal Income Tax Credit			(25,023,883)	(25,023,883)			222,763			(25,246,646)
409.12	Oregon Income Taxes			(1,453,615)	(1,453,615)			0			(1,453,615)
410.12	Oregon Income Taxes - Deferred			13,497,732	13,497,732			0			13,497,732
411.12	Oregon Income Tax Credit			(2,768,242)	(2,768,242)			0			(2,768,242)
	Total Income Taxes			41,031,256	41,031,256			4,002,922			37,028,334
	Total Operating Revenue Deductions		444,117,911	178,565,262	622,683,173	42,148,370	18,329,827	60,478,197	401,969,541	160,235,434	599,233,309
	Net Operating Income			91,687,751	91,687,751			10,305,388			81,382,363

**NW Natural
Washington Results of Operations
12 Month Ended Reports**

	System		Washington		Oregon	
	Direct	Allocated	Direct	Allocated	Direct	Allocated
Rate Base		System Total	Washington Total	Washington Total	Oregon Total	Oregon Total
101 Gross Plant		2,323,384,565	236,055,092	236,055,092		2,087,329,473
108.1X Accumulated Depreciation		(1,038,704,663)	(95,936,741)	(95,936,741)		(942,767,922)
117.X Storage Gas - Cushion		14,124,083	1,341,212	1,341,212		12,782,872
186.XX Leasehold Improvements		1,611,199	235,105	235,105		1,376,093
252.XX Customer Contributions		(2,474,103)	(158,636)	(158,636)		(2,315,467)
283.XX Deferred Taxes - Federal		(278,475,166)	(29,809,877)	(29,809,877)		(248,665,289)
283.XX Deferred Taxes - State		(55,684,426)	0	0		(55,684,426)
Total Rate Base		963,781,489	111,726,155	111,726,155		852,055,335
Rate Of Return on Rate Base		9.51%	9.22%	9.22%		9.55%
Allocation References:		100.00%	9.34%	9.34%		90.66%
A Unbilled Revenue		100.00%	7.13%	7.13%		92.87%
B Direct						
0&H See O&M Detail						
C Payroll Factor						
D Depreciation Factor						

NW Natural
Washington Quarterly Results of Operations Report
Operations and Maintenance Expense: Allocation of System Amounts
For the period ended August 31, 2012

Month

	System	Washington	Oregon
Natural Gas Storage			
Underground Storage Expense			
Operation			
816 Wells Expense	\$4,203	\$391	\$3,811
818 Compressor Station Expense	26,640	2,480	24,160
819 Compressor Station Fuel	0	-	0
820 Measuring and Regulator Station Expense	235,216	21,899	213,317
821 Purification Expense	8,172	761	7,411
Maintenance			
832 Wells Expense	16,700	1,555	15,146
Total Underground Storage Expense	290,930	27,086	263,845
Other Storage Expense			
Operation			
840 Supervision and Engineering	9,481	883	8,598
Total Other Storage Expense	9,481	883	8,598
Liquefied Natural Gas Expense			
Operation			
844 Supervision and Engineering	224,536	20,904	203,632
845 LNG Fuel			
Maintenance			
847 Supervision and Engineering	58,345	5,432	52,913
Total Liquefied Natural Gas Expense	282,881	26,336	256,545
Total Natural Gas Storage	583,292	54,305	528,988
Transmission Expense			
Operation			
856 Mains Expense	80,206	(197)	80,403
Maintenance			
863 Maintenance of Mains	4,313	425	3,888
Total Transmission Expense	84,518	228	84,290
Distribution Expense			
Operation			
870 Supervision and Engineering	186,077	15,869	170,209
874 Mains and Services Expense	1,010,722	64,125	946,597
875 Measuring and Regulator Station Expense - General	14,806	1,304	13,502
877 Measuring and Regulator Station Expense - City Gate	41,418	3,297	38,121
878 Meter and House Regulator Expense	413,142	41,611	371,531
879 Customer Installation Expense	816,271	84,044	732,228
880 Other Expense	189,877	18,726	171,150
881 Rents	18,048	1,780	16,268

For the period ended August 31, 2012

Month

	System	Washington	Oregon
Maintenance			
885 Supervision and Engineering	328,506	24,919	303,587
887 Mains	210,472	21,886	188,586
889 Measuring and Regulator Station Expense - General	64,387	5,264	59,123
891 Measuring and Regulator Station Expense - City Gate	11,874	987	10,887
892 Services	139,017	13,423	125,594
893 Meters and House Regulators	222,111	18,341	203,770
894 Other Equipment	1,966	144	1,822
Total Distribution Expense	3,668,694	315,718	3,352,976
Customer Accounts Expense			
Operation			
901 Supervision	127,663	12,588	115,075
902 Meter Reading Expenses	63,731	6,511	57,220
903 Customer Records and Collection Expense	1,386,137	138,544	1,247,593
904 Uncollectible Accounts	63,540	6,191	57,348
Total Customer Accounts Expense	1,641,071	163,834	1,477,236
Customer Service and Informational			
Operation			
907 Supervision	26,631	2,791	23,841
908 Customer Assistance Expense	347,804	35,477	312,327
909 Customer Information Expense	172,698	18,099	154,599
910 Miscellaneous Customer Service Expense	13,412	1,406	12,007
Total Customer Service and Informational	560,546	57,773	502,773
Sales Expense			
Operation			
911 Supervision	27,397	2,848	24,549
912 Demonstration and Selling Expense	178,290	18,153	160,137
913 Advertising	93,481	8,263	85,218
916 Miscellaneous Sales Expense	-	-	-
Total Sales Expense	299,168	29,265	269,903
Administrative and General Expense			
Operation			
921 Office Supplies and Expense	3,536,737	343,555	3,193,182
922 Administrative Expenses Transferred - Credit	(1,533,792)	(158,159)	(1,375,633)
924 Property Insurance Premium	194,305	19,158	175,147
925 Injuries and Damages	129,552	12,774	116,778
926 Employee Pensions and Benefits	55,815	5,866	49,949
928 Regulatory Commission Expense	-	-	-
930 Miscellaneous General Expense	39,125	3,858	35,267
931 Rents	369,281	50,555	318,726
Maintenance			
935 Maintenance of General Plant	360,748	34,414	326,334
Total Administrative and General Expense	3,151,770	312,021	2,839,750
Total Operations and Maintenance Expense	\$9,989,059	\$933,142	\$9,055,917

NW Natural
Rates & Regulatory Affairs
Operations and Maintenance Expense
State Allocation of System Amounts
For the period ended August 31, 2012

FERC Descr	System			Washington			Oregon			Allocation Method
	Direct	Total		Direct	Total		Direct	Total		
		Allocated	Aug		Allocated	Aug		Allocated	Aug	
816 Wells Expense Total	0.00	4,202.52	4,202.52	0.00	391.25	391.25	0.00	3,811.27	3,811.27	Firm Volumes Total
818 Compressor Station Expense Total	0.00	26,639.82	26,639.82	0.00	2,480.17	2,480.17	0.00	24,159.65	24,159.65	Firm Volumes Total
819 Compressor Station Fuel Total	0.00	0.01	0.01	0.00	0.00	0.00	0.00	0.01	0.01	Firm Volumes Total
820 Measuring and Regulator Station Expense Total	0.00	235,216.05	235,216.05	0.00	21,898.61	21,898.61	0.00	213,317.44	213,317.44	Customers-Res Total
821 Purification Expense Total	0.00	8,171.54	8,171.54	0.00	760.77	760.77	0.00	7,410.77	7,410.77	Direct-OR Total
832 Wells Expense Total	0.00	16,700.40	16,700.40	0.00	1,554.81	1,554.81	0.00	15,145.59	15,145.59	Firm Volumes Total
840 Supervision and Engineering Total	0.00	9,481.04	9,481.04	0.00	882.68	882.68	0.00	8,598.36	8,598.36	Firm Volumes Total
844 Supervision and Engineering Total	0.00	224,535.97	224,535.97	0.00	20,904.30	20,904.30	0.00	203,631.67	203,631.67	Direct-OR Total
847 Supervision and Engineering Total	0.00	58,344.95	58,344.95	0.00	5,431.92	5,431.92	0.00	52,913.03	52,913.03	Firm Volumes Total
856 Mains Expense Total	82,205.39	0.00	82,205.39	0.00	0.00	0.00	82,205.39	0.00	0.00	3-factor Total
863 Maintenance of Mains Total	82,205.39	0.00	82,205.39	0.00	0.00	0.00	82,205.39	0.00	0.00	Customers-All Total
870 Supervision and Engineering Total	0.00	316,086.11	316,086.11	0.00	31,166.07	31,166.07	0.00	284,920.04	284,920.04	Direct-OR Total
874 Mains and Services Expense Total	612,214.38	398,507.65	1,010,722.03	24,152.11	39,973.36	64,125.47	588,062.27	358,534.29	946,596.56	3-factor Total
875 Measuring and Regulator Station Expense - General Total	0.00	10,359.03	10,359.03	0.00	824.58	824.58	0.00	9,534.45	9,534.45	Direct-OR Total
877 Measuring and Regulator Station Expense - City Gate Total	0.00	4,446.76	4,446.76	0.00	478.92	478.92	0.00	3,967.84	3,967.84	Customers-Comm Total
878 Meter and House Regulator Expense Total	0.00	41,417.62	41,417.62	0.00	3,296.84	3,296.84	0.00	38,120.78	38,120.78	Direct-OR Total
879 Customer Installation Expense Total	0.00	379,887.68	379,887.68	0.00	322.89	322.89	0.00	2,951.83	2,951.83	Direct-OR Total
880 Other Expense Total	213.98	26,095.84	26,095.84	0.00	1,829.32	1,829.32	213.98	24,266.52	24,266.52	Direct-OR Total
	213.98	3,669.88	3,669.88	0.00	292.12	292.12	213.98	3,377.76	3,377.76	Direct-OR Total
	213.98	412,928.12	413,142.10	0.00	41,610.75	41,610.75	213.98	371,317.37	371,531.35	Direct-OR Total
	0.00	46,185.99	46,185.99	0.00	4,553.94	4,553.94	0.00	41,632.05	41,632.05	Direct-OR Total
	0.00	738,830.52	738,830.52	0.00	76,173.43	76,173.43	0.00	662,657.09	662,657.09	Direct-OR Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
	0.00	31,254.83	31,254.83	0.00	3,316.14	3,316.14	0.00	27,938.69	27,938.69	Direct-OR Total
	0.00	816,271.34	816,271.34	0.00	84,943.51	84,943.51	0.00	732,327.83	732,327.83	Direct-OR Total
	0.00	34,761.12	34,761.12	0.00	3,427.45	3,427.45	0.00	31,333.67	31,333.67	Direct-OR Total
	1,210.35	0.00	127,314.69	0.00	13,126.15	13,126.15	0.00	114,188.54	114,188.54	Direct-OR Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
	0.00	2,119.35	2,119.35	0.00	224.86	224.86	0.00	1,894.49	1,894.49	Direct-OR Total
	0.00	24,471.25	24,471.25	0.00	1,947.91	1,947.91	0.00	22,523.34	22,523.34	Direct-OR Total
	1,210.35	189,566.41	189,876.76	0.00	18,726.37	18,726.37	1,210.35	169,940.04	171,150.39	Direct-OR Total
	0.00	18,047.80	18,047.80	0.00	1,779.52	1,779.52	0.00	16,268.28	16,268.28	Direct-OR Total

For the period ended August 31, 2012

FERC Descr	System			Washington			Oregon			Allocation Method
	Direct	Allocated		Direct	Allocated		Direct	Allocated		
		Aug	Total		Aug	Total		Aug	Total	
881 Rents Total	0.00	18,047.80	18,047.80	0.00	1,779.52	1,779.52	0.00	16,268.28	16,268.28	3-factor Total
	0.00	207,965.52	207,965.52	0.00	20,505.42	20,505.42	0.00	187,460.10	187,460.10	Customers-All Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
	116,126.92	0.00	116,126.92	4,413.41	0.00	4,413.41	0.00	0.00	0.00	Direct-WA Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Sendout Volumes Total
885 Supervision and Engineering Total	120,540.33	207,965.52	328,505.85	4,413.41	20,505.42	24,918.83	116,126.92	187,460.10	303,587.02	3-factor Total
	0.00	56,517.67	56,517.67	0.00	5,727.63	5,727.63	0.00	50,945.04	50,945.04	Customers Port/Van 80% Total
	0.00	95,817.90	95,817.90	0.00	10,856.17	10,856.17	0.00	84,961.73	84,961.73	Customers-All Total
	0.00	1,179.46	1,179.46	0.00	121.60	121.60	0.00	1,057.86	1,057.86	Customers-Ind Total
	51,621.16	0.00	51,621.16	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
	5,335.66	0.00	5,335.66	0.00	0.00	0.00	0.00	0.00	0.00	Direct-WA Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Sendout Volumes Total
887 Mains Total	56,956.82	153,515.03	210,471.85	5,335.66	16,550.40	21,886.06	51,621.16	136,964.63	188,585.79	3-factor Total
	0.00	1,560.84	1,560.84	0.00	153.90	153.90	0.00	1,406.94	1,406.94	Direct-OR Total
	4,505.66	0.00	4,505.66	0.00	0.00	0.00	4,505.66	0.00	0.00	Direct-WA Total
	0.00	41,665.38	41,665.38	0.00	3,316.57	3,316.57	0.00	38,348.81	38,348.81	Customers-All Total
	0.00	16,655.01	16,655.01	0.00	1,793.74	1,793.74	0.00	14,861.27	14,861.27	Telemetering Total
889 Measuring and Regulator Station Expense - General Total	4,505.66	59,881.23	64,386.89	0.00	5,764.21	5,764.21	4,505.66	54,617.02	59,122.68	3-factor Total
	0.00	2,179.06	2,179.06	0.00	214.86	214.86	0.00	1,964.20	1,964.20	Sendout Volumes Total
	0.00	9,695.01	9,695.01	0.00	771.72	771.72	0.00	8,923.29	8,923.29	Customers-All Total
	0.00	11,874.07	11,874.07	0.00	986.58	986.58	0.00	10,887.49	10,887.49	Direct-OR Total
	0.00	68,518.05	68,518.05	0.00	6,755.88	6,755.88	0.00	61,762.17	61,762.17	Direct-WA Total
891 Measuring and Regulator Station Expense - City Gate Total	54,307.54	54,307.54	54,307.54	0.00	0.00	0.00	54,307.54	0.00	54,307.54	3-factor Total
	5,842.89	0.00	5,842.89	5,842.89	0.00	5,842.89	0.00	0.00	0.00	Customers-All Total
	0.00	10,348.47	10,348.47	0.00	83.74	83.74	0.00	9,524.73	9,524.73	Direct-OR Total
	60,150.43	78,866.52	139,016.95	5,842.89	7,579.62	13,422.51	54,307.54	71,286.90	125,594.44	Sendout Volumes Total
892 Services Total	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3-factor Total
	0.00	85,289.02	85,289.02	0.00	8,793.30	8,793.30	0.00	76,495.72	76,495.72	Customers-All Total
	0.00	2,549.81	2,549.81	0.00	221.58	221.58	0.00	2,328.23	2,328.23	Customers-Conn Total
	0.00	52,002.99	52,002.99	0.00	3,645.41	3,645.41	0.00	48,357.58	48,357.58	Customers-Ind Total
	0.00	16,689.94	16,689.94	0.00	1,749.11	1,749.11	0.00	14,940.83	14,940.83	Customers-Res Total
	16,192.79	0.00	16,192.79	0.00	0.00	0.00	16,192.79	0.00	0.00	Direct-OR Total
	49,386.49	0.00	49,386.49	0.00	3,931.15	3,931.15	0.00	45,455.34	45,455.34	Sendout Volumes Total
893 Meters and House Regulators Total	16,192.79	205,918.25	222,111.04	0.00	19,340.55	19,340.55	16,192.79	187,571.70	203,704.49	3-factor Total
	0.00	1,461.77	1,461.77	0.00	144.13	144.13	0.00	1,317.64	1,317.64	Direct-OR Total
	504.69	1,461.77	1,966.46	0.00	0.00	0.00	504.69	0.00	504.69	Customers-All Total
	0.00	127,662.68	127,662.68	0.00	12,587.54	12,587.54	0.00	115,075.14	115,075.14	3-factor Total
901 Supervision Total	0.00	127,662.68	127,662.68	0.00	12,587.54	12,587.54	0.00	115,075.14	115,075.14	Customers-All Total
	0.00	61,925.75	61,925.75	0.00	6,384.55	6,384.55	0.00	55,541.20	55,541.20	Customers-Ind Total
	0.00	1,805.50	1,805.50	0.00	126.57	126.57	0.00	1,678.93	1,678.93	Customers-Res Total
	0.00	63,731.25	63,731.25	0.00	6,511.12	6,511.12	0.00	57,220.13	57,220.13	3-factor Total
902 Meter Reading Expenses Total	0.00	856,475.39	856,475.39	0.00	84,448.47	84,448.47	0.00	772,026.92	772,026.92	Customers-All Total
	0.00	114,709.24	114,709.24	0.00	11,826.52	11,826.52	0.00	102,882.72	102,882.72	Customers-Conn Total
	0.00	35,098.29	35,098.29	0.00	2,460.39	2,460.39	0.00	32,637.90	32,637.90	Customers-Ind Total
	0.00	379,863.97	379,863.97	0.00	39,808.70	39,808.70	0.00	340,045.27	340,045.27	Customers-Res Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
903 Customer Records and Collection Expense Total	0.00	1,386,136.89	1,386,136.89	0.00	139,544.08	139,544.08	0.00	1,247,592.81	1,247,592.81	Customers-All Total
	0.00	(9,122.00)	(9,122.00)	0.00	(940.48)	(940.48)	0.00	(8,181.52)	(8,181.52)	Customers-Conn Total
	0.00	12,038.57	12,038.57	0.00	1,046.15	1,046.15	0.00	10,992.42	10,992.42	Customers-Ind Total
	0.00	7,710.72	7,710.72	0.00	540.52	540.52	0.00	7,170.20	7,170.20	Customers-Res Total
	0.00	52,912.46	52,912.46	0.00	5,545.23	5,545.23	0.00	47,367.23	47,367.23	Direct-OR Total
904 Uncollectible Accounts Total	0.00	63,539.75	63,539.75	0.00	6,191.42	6,191.42	0.00	57,348.33	57,348.33	Customers-Res Total
	0.00	26,631.48	26,631.48	0.00	2,790.98	2,790.98	0.00	23,840.50	23,840.50	3-factor Total
907 Supervision Total	0.00	26,631.48	26,631.48	0.00	2,790.98	2,790.98	0.00	23,840.50	23,840.50	Customers-All Total
	0.00	26,843.41	26,843.41	0.00	2,646.76	2,646.76	0.00	24,196.65	24,196.65	Customers-Conn Total
	0.00	222,762.22	222,762.22	0.00	22,966.78	22,966.78	0.00	199,795.44	199,795.44	Customers-Ind Total
	0.00	25,194.40	25,194.40	0.00	2,189.39	2,189.39	0.00	23,005.01	23,005.01	Customers-Res Total
	0.00	66,125.65	66,125.65	0.00	4,635.41	4,635.41	0.00	61,490.24	61,490.24	Direct-OR Total
	0.00	4,600.54	4,600.54	0.00	482.13	482.13	0.00	4,118.41	4,118.41	Direct-WA Total
	(1,173.12)	0.00	(1,173.12)	0.00	0.00	0.00	(1,173.12)	0.00	0.00	Employee Cost Total
	2,450.85	0.00	2,450.85	2,450.85	0.00	2,450.85	0.00	0.00	0.00	Customers-Res Total
908 Customer Assistance Expense Total	1,277.73	346,526.22	347,803.95	2,450.85	33,026.57	35,477.42	(1,173.12)	313,695.65	312,226.53	Customers-Res Total
	0.00	172,698.08	172,698.08	0.00	18,098.77	18,098.77	0.00	154,599.31	154,599.31	Customers-All Total
909 Customer Information Expense Total	0.00	172,698.08	172,698.08	0.00	0.00	0.00	0.00	0.00	0.00	Customers-Conn Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers-Ind Total
	0.00	13,412.11	13,412.11	0.00	1,405.59	1,405.59	0.00	12,006.52	12,006.52	Customers-Res Total
910 Miscellaneous Customer Service Expense Total	0.00	13,412.11	13,412.11	0.00	1,405.59	1,405.59	0.00	12,006.52	12,006.52	Customers-All Total
	0.00	13,487.53	13,487.53	0.00	1,390.56	1,390.56	0.00	12,096.97	12,096.97	Customers-Res Total
	0.00	13,909.78	13,909.78	0.00	1,457.74	1,457.74	0.00	12,452.04	12,452.04	Direct-OR Total
911 Supervision Total	0.00	27,397.31	27,397.31	0.00	2,848.30	2,848.30	0.00	24,549.01	24,549.01	Customers-Res Total

For the period ended August 31, 2012

FERC_Descr	System			Washington			Oregon		
	Direct	Total		Direct	Total		Direct	Total	
		Aug	Aug		Aug	Aug		Aug	Aug
	0.00	7,454.89	7,454.89	0.00	735.05	735.05	0.00	6,719.84	6,719.84
	0.00	157,050.82	157,050.82	0.00	16,191.92	16,191.92	0.00	140,858.90	140,858.90
	0.00	11,699.87	11,699.87	0.00	1,016.71	1,016.71	0.00	10,683.16	10,683.16
	0.00	19.62	19.62	0.00	1.38	1.38	0.00	18.24	18.24
	0.00	1,983.44	1,983.44	0.00	207.86	207.86	0.00	1,775.58	1,775.58
	81.00	0.00	81.00	0.00	0.00	0.00	81.00	0.00	81.00
912 Demonstration and Selling Expense Total	81.00	178,208.64	178,289.64	0.00	18,152.92	18,152.92	81.00	160,055.72	160,136.72
	0.00	85,669.05	85,669.05	0.00	7,444.64	7,444.64	0.00	78,224.41	78,224.41
	0.00	7,811.84	7,811.84	0.00	818.68	818.68	0.00	6,993.16	6,993.16
913 Advertising Total	0.00	93,480.89	93,480.89	0.00	8,263.32	8,263.32	0.00	85,217.57	85,217.57
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
916 Miscellaneous Sales Expense Total	0.00	3,106,497.62	3,106,497.62	0.00	306,300.63	306,300.63	0.00	2,800,196.99	2,800,196.99
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	3,294.81	3,294.81	0.00	339.69	339.69	0.00	2,955.12	2,955.12
	0.00	11,291.76	11,291.76	0.00	1,183.38	1,183.38	0.00	10,108.38	10,108.38
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	289,856.14	0.00	289,856.14	0.00	0.00	0.00	289,856.14	0.00	289,856.14
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	10,036.53	10,036.53	0.00	1,064.88	1,064.88	0.00	8,971.65	8,971.65
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	115,480.12	115,480.12	0.00	34,644.04	34,644.04	0.00	80,836.08	80,836.08
	0.00	280.00	280.00	0.00	22.29	22.29	0.00	257.71	257.71
921 Office Supplies and Expense Total	289,856.14	3,246,800.84	3,536,756.98	0.00	343,554.91	343,554.91	289,856.14	2,903,325.93	3,193,182.07
	0.00	(1,089,587.13)	(1,089,587.13)	0.00	(111,028.93)	(111,028.93)	0.00	(978,558.20)	(978,558.20)
	0.00	(444,205.32)	(444,205.32)	0.00	(47,130.18)	(47,130.18)	0.00	(397,075.14)	(397,075.14)
922 Administrative Expenses Transferred - Credit Total	0.00	(1,533,792.45)	(1,533,792.45)	0.00	(158,159.11)	(158,159.11)	0.00	(1,375,633.34)	(1,375,633.34)
	0.00	194,305.14	194,305.14	0.00	19,158.49	19,158.49	0.00	175,146.65	175,146.65
	0.00	129,552.07	129,552.07	0.00	12,773.83	12,773.83	0.00	116,778.24	116,778.24
924 Property Insurance Premium Total	0.00	129,552.07	129,552.07	0.00	12,773.83	12,773.83	0.00	116,778.24	116,778.24
	0.00	535.00	535.00	0.00	52.75	52.75	0.00	482.25	482.25
925 Injuries and Damages Total	492.00	0.00	492.00	0.00	0.00	0.00	492.00	0.00	492.00
	0.00	54,787.67	54,787.67	0.00	5,812.86	5,812.86	0.00	48,974.81	48,974.81
926 Employee Pensions and Benefits Total	492.00	55,322.67	55,814.67	0.00	5,865.71	5,865.71	492.00	49,448.96	49,940.96
	0.00	39,124.64	39,124.64	0.00	3,857.69	3,857.69	0.00	35,266.95	35,266.95
	0.00	347,254.44	347,254.44	0.00	34,239.29	34,239.29	0.00	313,015.15	313,015.15
930 Miscellaneous General Expense Total	0.00	1,920.00	1,920.00	0.00	197.95	197.95	0.00	1,722.05	1,722.05
	3,989.18	0.00	3,989.18	0.00	0.00	0.00	3,989.18	0.00	3,989.18
	16,117.70	0.00	16,117.70	0.00	0.00	0.00	0.00	0.00	0.00
	20,106.88	349,174.44	369,281.32	16,117.70	34,437.24	50,554.94	3,989.18	318,726.38	318,726.38
931 Rents Total	0.00	270,917.07	270,917.07	0.00	26,711.43	26,711.43	0.00	244,204.64	244,204.64
	0.00	10,978.34	10,978.34	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	277.50	277.50	0.00	1,131.86	1,131.86	0.00	9,846.48	9,846.48
	65,841.09	0.00	65,841.09	0.00	70.71	70.71	65,841.09	0.00	65,841.09
	5,829.34	0.00	5,829.34	5,829.34	0.00	0.00	0.00	0.00	0.00
	0.00	180.26	180.26	0.00	19.13	19.13	0.00	161.13	161.13
	0.00	722.94	722.94	0.00	67.31	67.31	0.00	655.63	655.63
	0.00	6,001.36	6,001.36	0.00	583.33	583.33	0.00	5,418.03	5,418.03
935 Maintenance of General Plant Total	71,670.43	289,077.47	360,747.90	5,829.34	28,584.77	34,414.11	65,841.09	260,492.70	326,333.79
Grand Total	1,338,179.00	8,650,879.91	9,989,058.91	64,141.96	869,000.18	933,142.14	1,274,037.04	7,781,879.73	9,055,916.77

September 2012 Activity

**NW Natural
Washington Results of Operations
Monthly Summary**

Total Operating Revenue

Total Rate Base

Rate Of Return on Rate Base

September 2012								
System Direct	System Allocated	System Total	Washington Direct	Washington Allocated	Washington Total	Oregon Direct	Oregon Allocated	Oregon Total
		7,317,260			317,945			6,999,315
		988,499,524			112,304,088			876,195,436
		0.74%			0.28%			0.80%

NW Natural
Washington Quarterly Results of Operations Report

September 2012

Account	Description	Alloc. Ref.	System		Washington		Oregon		September 2012	
			Direct	Allocated	Direct	Allocated	Direct	Allocated	Washington Total	Oregon Total
Monthly Summary										
480.1	Residential Sales of Gas		13,688,504	1,619,684	1,619,684	1,619,684	12,068,820	12,068,820	12,068,820	
481.1	Commercial		8,748,102	801,194	801,194	801,194	7,946,908	7,946,908	7,946,908	
481.2	Industrial Firm		2,129,853	150,352	150,352	150,352	1,979,501	1,979,501	1,979,501	
481.3	Interruptible		2,114,054	88,425	88,425	88,425	2,025,629	2,025,629	2,025,629	
481.5	Interruptible Incentive		0	0	0	0	0	0	0	
495.20	Unbilled Revenue		1,049,399	129,221	129,221	129,221	920,178	920,178	920,178	
	Total Sales of Gas		26,680,512	2,772,911	2,772,911	2,772,911	24,020,857	24,020,857	24,941,036	
Transportation Revenue										
489.12	Industrial Firm		568,484	69,053	69,053	69,053	499,431	499,431	499,431	
489.13	Interruptible		680,985	73,764	73,764	73,764	607,221	607,221	607,221	
489.15	Interruptible Incentive		0	0	0	0	0	0	0	
489.3	Agency Fee/Balancing		0	0	0	0	0	0	0	
	Total Transportation Revenue		1,249,469	142,818	142,818	142,818	1,106,652	1,106,652	1,106,652	
495.6	Rate Adjustments - Amortizations		950,757	(26,860)	(26,860)	(26,860)	977,617	977,617	977,617	
Miscellaneous Revenues										
487	Late Payment Charge		96,912	4,442	4,442	4,442	92,470	92,470	92,470	
488.1	Returned Check Charge		10,905	1,170	1,170	1,170	9,735	9,735	9,735	
488.3	Recon Charge CR During Office Hours		14,350	1,400	1,400	1,400	12,950	12,950	12,950	
488.4	Field Collection Charge		20,925	2,310	2,310	2,310	18,615	18,615	18,615	
488.5	Recon Charge CR After Office Hours		22,025	2,675	2,675	2,675	19,350	19,350	19,350	
488.6	Recon Charge Seas During Office Hours		900	50	50	50	850	850	850	
488.7	Recon Charge Seas After Office Hours		50	50	50	50	0	0	0	
488.8	Automated Payment Charge		6,665	973	973	973	5,693	5,693	5,693	
493.2	Rent - Utility Property		23,010	1,594	1,594	1,594	21,416	21,416	21,416	
495.1	Meter Rentals		18,057	1,928	1,928	1,928	16,129	16,129	16,129	
495.2	Other Gas Revenue - Miscellaneous		3,465	564	564	564	2,901	2,901	2,901	
	Total Miscellaneous Revenues		194,254	15,561	15,561	15,561	178,693	178,693	200,108	
	Total Operating Revenue		29,074,993	3,047,401	3,047,401	3,047,401	26,283,819	26,283,819	27,225,412	
Cost of Gas										
804.7	WACOG Incurred		11,122,340	967,277	967,277	967,277	10,155,063	10,155,063	10,155,063	
805.7	WACOG Deferred		626,335	114,598	114,598	114,598	511,737	511,737	511,737	
804.6	Demand Incurred		7,332,530	718,302	718,302	718,302	6,614,228	6,614,228	6,614,228	
805.8	Demand Deferred		(4,365,022)	(460,016)	(460,016)	(460,016)	(3,905,006)	(3,905,006)	(3,905,006)	
805.4	Amortization of Gas Costs		(660,592)	(90,802)	(90,802)	(90,802)	(569,790)	(569,790)	(569,790)	
	Total Cost of Gas		14,055,591	1,249,359	1,249,359	1,249,359	12,806,232	12,806,232	12,806,232	
Operations & Maintenance										
408.11	Property		1,687,199	171,968	171,968	171,968	1,515,231	1,515,231	1,515,231	
408.12	Franchise		780,010	111,641	111,641	111,641	668,370	668,370	668,370	
408.13	Payroll		337,923	35,076	35,076	35,076	302,847	302,847	302,847	
408.14	Other		(120,135)	1,991	1,991	1,991	(122,127)	(122,127)	(122,127)	
408.15	Regulatory		0	0	0	0	0	0	0	
	Total Other Taxes		2,347,074	285,600	285,600	285,600	2,061,474	2,061,474	2,364,321	
403.1	Depreciation		1,904,987	199,795	199,795	199,795	1,705,192	1,705,192	1,705,192	
Income Taxes										
409.11	Federal Income Taxes		1,382,803	16,167	16,167	16,167	1,366,636	1,366,636	1,366,636	
410.11	Federal Income Taxes - Deferred		5,254,614	0	0	0	5,254,614	5,254,614	5,254,614	
411.42	Federal Income Tax Credit		(5,884,206)	46	46	46	(5,884,252)	(5,884,252)	(5,884,252)	
409.12	Oregon Income Taxes		(1,020,345)	0	0	0	(1,020,345)	(1,020,345)	(1,020,345)	
410.12	Oregon Income Taxes - Deferred		(49,150)	0	0	0	(49,150)	(49,150)	(49,150)	
411.12	Oregon Income Tax Credit		(3,999,337)	0	0	0	(3,999,337)	(3,999,337)	(3,999,337)	
	Total Income Taxes		(4,315,621)	16,214	16,214	16,214	(4,331,835)	(4,331,835)	(4,331,835)	
	Total Operating Revenue Deductions		17,188,823	1,573,532	1,573,532	1,573,532	15,615,291	15,615,291	16,942,641	
	Net Operating Income		7,317,260	317,945	317,945	317,945	6,999,315	6,999,315	6,999,315	

NW Natural
Washington Results of Operations
Monthly Summary

	System Direct	System Allocated	System Total	Washington Direct	Washington Allocated	Washington Total	Oregon Direct	Oregon Allocated	Oregon Total
Rate Base									
101 Gross Plant			2,385,170,596			238,859,456			2,146,311,140
108.1X Accumulated Depreciation			(1,066,800,633)			(97,481,965)			(969,318,668)
117.X Storage Gas - Cushion			14,164,703			1,318,734			12,845,969
186.XX Leasehold Improvements			1,620,377			356,866			1,263,510
252.XX Customer Contributions			(2,723,445)			(178,011)			(2,545,434)
283.XX Deferred Taxes - Federal			(286,237,518)			(30,570,992)			(255,666,526)
283.XX Deferred Taxes - State			(56,694,556)			0			(56,694,556)
Total Rate Base			988,499,524			112,304,088			876,195,436
Rate Of Return on Rate Base			0.74%			0.28%			0.80%
Allocation References:									
A Unbilled Revenue			100.00%			12.31%			87.69%
B Follows plant split			100.00%			10.68%			89.32%
O&M See OO&M Detail									
C Payroll Factor			100.00%			10.38%			89.62%
D Depreciation Factor			100.00%			10.49%			89.51%

September 2012

NW Natural
 Washington Results of Operations
 12 Month Ended Reports

Summary

Total Operating Revenue
 Total Rate Base
 Rate Of Return on Rate Base

System Direct	System Allocated	System Total	Washington Direct	Washington Allocated	Washington Total	Oregon Direct	Oregon Allocated	Oregon Total
		98,651,843			10,562,196			88,089,647
		963,913,609			111,558,454			852,355,155
		10.23%			9.47%			10.33%

NW Natural
Washington Results of Operations
12 Month Ended Reports

Acct	Description	Alloc. Ref.	System		Washington		Washington		Oregon	
			Direct	Allocated	Direct	Allocated	Direct	Allocated	Total	
480.1	480.1 Residential		458,633,012	0	49,680,795	0	49,680,795	408,952,217	0	408,952,217
481.1	481.1 Commercial		224,188,603	0	20,352,490	0	20,352,490	203,836,113	0	203,836,113
481.2	481.2 Industrial Firm		27,515,997	0	2,548,725	0	2,548,725	24,967,271	0	24,967,271
481.3	481.3 Interruptible		30,857,817	0	1,515,745	0	1,515,745	29,342,072	0	29,342,072
481.5	481.5 Interruptible Incentive		0	0	0	0	0	0	0	0
495.20	495.20 Unbilled Revenue		(3,015,585)	0	0	0	0	0	0	0
	Total Sales of Gas	A	741,195,429	(3,015,585)	74,097,755	(251,449)	73,846,306	667,097,674	(2,764,136)	664,333,538
489.12	489.12 Transportation Revenue		7,397,169	0	882,666	0	882,666	6,514,503	0	6,514,503
489.13	489.13 Industrial Firm		8,344,383	0	734,518	0	734,518	7,609,865	0	7,609,865
489.15	489.15 Interruptible Incentive		0	0	0	0	0	0	0	0
489.3	489.3 Agency Fee/Balancing		10,326	0	0	0	0	10,326	0	10,326
	Total Transportation Revenue		15,751,878	0	1,617,184	0	1,617,184	14,134,694	0	14,134,694
495.6	495.6 Rate Adjustments - Amortizations		(3,033,707)	0	(1,027,076)	0	(1,027,076)	(2,006,631)	0	(2,006,631)
487	Miscellaneous Revenues		2,546,889	0	126,808	0	126,808	2,420,081	0	2,420,081
488.1	488.1 Late Payment Charge		151,455	0	15,818	0	15,818	135,638	0	135,638
488.3	488.3 Recon Charge CR During Office Hours		245,688	0	19,025	0	19,025	226,663	0	226,663
488.4	488.4 Field Collection Charge		357,300	0	47,760	0	47,760	309,540	0	309,540
488.5	488.5 Recon Charge CR After Office Hours		462,975	0	50,325	0	50,325	412,650	0	412,650
488.6	488.6 Recon Charge Seas During Office Hours		19,000	0	1,575	0	1,575	17,425	0	17,425
488.7	488.7 Recon Charge Seas After Office Hours		5,625	0	750	0	750	4,875	0	4,875
488.8	488.8 Automated Payment Charge		120,351	0	16,908	0	16,908	103,444	0	103,444
493.2	493.2 Rent - Utility Property		217,585	0	23,564	0	23,564	194,021	0	194,021
495.1	495.1 Meter Rentals		134,957	0	1,534	0	1,534	133,423	0	133,423
495.2	495.2 Other Gas Revenue - Miscellaneous		4,261,825	271,157	304,066	19,329	323,395	3,957,759	251,827	4,209,586
	Total Miscellaneous Revenues		758,175,425	(2,744,426)	74,991,930	(232,120)	74,759,810	683,183,496	(2,512,309)	680,671,187
804.7	804.7 WACOG Incurred		307,966,673	0	29,151,516	0	29,151,516	278,815,157	0	278,815,157
805.7	805.7 WACOG Deferred		45,244,762	0	5,190,722	0	5,190,722	40,054,040	0	40,054,040
804.6	804.6 Demand Incurred		90,659,421	0	8,880,103	0	8,880,103	81,779,318	0	81,779,318
805.8	805.8 Demand Deferred		823,161	0	(181,535)	0	(181,535)	1,004,695	0	1,004,695
805.4	805.4 Amortization of Gas Costs		(58,143,523)	0	(7,116,719)	0	(7,116,719)	(51,026,803)	0	(51,026,803)
	Total Cost of Gas		386,550,494	0	35,924,087	0	35,924,087	350,626,407	0	350,626,407
Detail	Operations & Maintenance		14,707,811	108,654,506	854,931	10,959,808	11,814,739	13,852,880	97,694,697	111,547,577
408.11	408.11 Property		20,343,385	0	1,653,765	0	1,653,765	18,689,620	0	18,689,620
408.12	408.12 Franchise		19,233,798	0	3,455,885	0	3,455,885	15,777,913	0	15,777,913
408.13	408.13 Payroll		0	5,118,607	0	560,983	560,983	4,557,623	0	4,557,623
408.14	408.14 Other		158,387	0	44,538	0	44,538	113,849	0	113,849
408.15	408.15 Regulatory		2,014,052	0	165,723	0	165,723	1,848,330	0	1,848,330
	Total Other Taxes		41,749,622	5,118,607	5,319,911	560,983	5,880,894	36,429,712	4,557,623	40,987,335
403.1	403.1 Depreciation		0	61,920,863	0	6,509,886	6,509,886	0	55,410,977	55,410,977
409.11	409.11 Federal Income Taxes		(3,079,144)	0	0	0	0	0	0	(3,079,144)
410.11	410.11 Federal Income Taxes - Deferred		64,779,112	0	0	0	0	0	0	64,779,112
411.42	411.42 Federal Income Tax Credit		(28,035,788)	0	0	0	0	0	0	(28,035,788)
409.12	409.12 Oregon Income Taxes		(468,028)	0	0	0	0	0	0	(468,028)
410.12	410.12 Oregon Income Taxes - Deferred		11,349,635	0	0	0	0	0	0	11,349,635
411.12	411.12 Oregon Income Tax Credit		(6,468,535)	0	0	0	0	0	0	(6,468,535)
	Total Income Taxes		38,077,252	0	0	0	0	0	0	34,009,244
	Total Operating Revenue Deductions		443,007,927	175,693,975	42,098,929	18,030,677	64,197,614	400,908,998	157,663,298	592,581,540
	Net Operating Income		98,651,843	0	0	0	10,562,196	0	0	88,089,647

**NW Natural
Washington Results of Operations
12 Month Ended Reports**

	System Direct	System Allocated	System Total	Washington Direct	Washington Allocated	Washington Total	Oregon Direct	Oregon Allocated	Oregon Total
Rate Base									
101 Gross Plant			2,331,932,792			236,360,563			2,095,572,229
108.1X Accumulated Depreciation			(1,043,167,356)			(96,078,525)			(947,088,831)
117.X Storage Gas - Cushion			14,132,172			1,335,400			12,796,772
186.XX Leasehold Improvements			1,610,190			251,417			1,358,773
252.XX Customer Contributions			(2,516,603)			(160,606)			(2,355,997)
283.XX Deferred Taxes - Federal			(281,811,701)			(30,149,796)			(251,661,905)
283.XX Deferred Taxes - State			(56,265,885)			0			(56,265,885)
Total Rate Base			963,913,609			111,558,454			852,355,155
			10.23%			9.47%			10.33%
Rate Of Return on Rate Base									
			100.00%			8.34%			91.66%
			100.00%			7.13%			92.87%
			100.00%			10.96%			89.04%
			100.00%			10.51%			89.49%

Allocation References:
 A Unbilled Revenue
 B Direct
 O&M See O&M Detail
 C Payroll Factor
 D Depreciation Factor

NW Natural
Washington Quarterly Results of Operations Report
Operations and Maintenance Expense: Allocation of System Amounts
For the period ended September 30, 2012

Month

	System	Washington	Oregon
Natural Gas Storage			
Underground Storage Expense			
Operation			
816 Wells Expense	\$15,160	\$1,411	\$13,749
818 Compressor Station Expense	49,631	4,621	45,011
819 Compressor Station Fuel	0	-	0
820 Measuring and Regulator Station Expense	284,835	26,518	258,317
821 Purification Expense	12,639	1,177	11,462
Maintenance			
832 Wells Expense	14,893	1,387	13,507
Total Underground Storage Expense	377,158	35,113	342,045
Other Storage Expense			
Operation			
840 Supervision and Engineering	8,045	749	7,296
Total Other Storage Expense	8,045	749	7,296
Liquified Natural Gas Expense			
Operation			
844 Supervision and Engineering	164,591	15,323	149,268
845 LNG Fuel	-	-	-
Maintenance			
847 Supervision and Engineering	21,319	1,985	19,334
Total Liquified Natural Gas Expense	185,910	17,308	168,601
Total Natural Gas Storage	571,113	53,171	517,942
Transmission Expense			
Operation			
856 Mains Expense	30,390	473	29,916
Maintenance			
863 Maintenance of Mains	2,356	232	2,124
Total Transmission Expense	32,746	705	32,040
Distribution Expense			
Operation			
870 Supervision and Engineering	184,940	15,821	169,118
874 Mains and Services Expense	281,108	(14,213)	295,321
875 Measuring and Regulator Station Expense - General	12,833	1,160	11,673
877 Measuring and Regulator Station Expense - City Gate	15,268	1,215	14,053
878 Meter and House Regulator Expense	416,532	41,764	374,768
879 Customer Installation Expense	751,943	77,421	674,522
880 Other Expense	159,405	15,474	143,930
881 Rents	33,332	3,287	30,045

For the period ended September 30, 2012

Month

	System	Washington	Oregon
Maintenance			
885 Supervision and Engineering	530,917	41,818	489,099
887 Mains	242,662	32,623	210,039
889 Measuring and Regulator Station Expense - General	54,994	4,799	50,195
891 Measuring and Regulator Station Expense - City Gate	6,390	510	5,880
892 Services	104,986	10,271	94,715
893 Meters and House Regulators	182,478	16,838	165,640
894 Other Equipment	2,425	144	2,280
Total Distribution Expense	2,980,211	248,932	2,731,279
Customer Accounts Expense			
Operation			
901 Supervision	132,029	13,018	119,011
902 Meter Reading Expenses	48,074	4,909	43,165
903 Customer Records and Collection Expense	1,302,279	129,992	1,172,287
904 Uncollectible Accounts	(42,066)	(4,181)	(37,884)
Total Customer Accounts Expense	1,440,316	143,738	1,296,578
Customer Service and Informational			
Operation			
907 Supervision	24,797	2,599	22,199
908 Customer Assistance Expense	406,728	40,876	365,851
909 Customer Information Expense	161,746	16,951	144,795
910 Miscellaneous Customer Service Expense	10,565	1,107	9,458
Total Customer Service and Informational	603,836	61,533	542,303
Sales Expense			
Operation			
911 Supervision	27,882	2,897	24,985
912 Demonstration and Selling Expense	183,876	18,754	165,123
913 Advertising	29,824	2,596	27,228
916 Miscellaneous Sales Expense	40	4	36
Total Sales Expense	241,623	24,251	217,372
Administrative and General Expense			
Operation			
921 Office Supplies and Expense	1,941,140	190,024	1,751,117
922 Administrative Expenses Transferred - Credit	(1,294,253)	(129,228)	(1,125,025)
924 Property Insurance Premium	199,000	19,621	179,378
925 Injuries and Damages	58,540	5,772	52,768
926 Employee Pensions and Benefits	(47,568)	(5,231)	(42,337)
928 Regulatory Commission Expense	-	-	-
930 Miscellaneous General Expense	76,001	7,494	68,507
931 Rents	382,687	63,960	318,726
Maintenance			
935 Maintenance of General Plant	307,657	29,935	277,721
Total Administrative and General Expense	1,663,202	182,348	1,480,854
Total Operations and Maintenance Expense	\$7,533,048	\$714,679	\$6,818,370

NW Natural
Rates & Regulatory Affairs
Operations and Maintenance Expense
State Allocation of System Amounts
For the period ended September 30, 2012

FERC Descr	System			Washington			Oregon			Allocation Method
	Direct Sep	Allocated Sep	Total Sep	Direct Sep	Allocated Sep	Total Sep	Direct Sep	Allocated Sep	Total Sep	
816 Wells Expense Total	0.00	15,160.39	15,160.39	0.00	1,411.44	1,411.44	0.00	13,748.95	13,748.95	Firm Volumes Total
	0.00	15,160.39	15,160.39	0.00	1,411.44	1,411.44	0.00	13,748.95	13,748.95	Firm Volumes Total
818 Compressor Station Expense Total	0.00	49,631.19	49,631.19	0.00	4,620.66	4,620.66	0.00	45,010.53	45,010.53	Firm Volumes Total
	0.00	49,631.19	49,631.19	0.00	4,620.66	4,620.66	0.00	45,010.53	45,010.53	Firm Volumes Total
819 Compressor Station Fuel Total	0.00	0.01	0.01	0.00	0.00	0.00	0.00	0.01	0.01	Customers-Res Total
	0.00	0.01	0.01	0.00	0.00	0.00	0.00	0.01	0.01	Customers-Res Total
820 Measuring and Regulator Station Expense Total	0.00	284,834.74	284,834.74	0.00	26,518.11	26,518.11	0.00	258,316.63	258,316.63	Firm Volumes Total
	0.00	284,834.74	284,834.74	0.00	26,518.11	26,518.11	0.00	258,316.63	258,316.63	Firm Volumes Total
821 Purification Expense Total	0.00	12,638.76	12,638.76	0.00	1,767.67	1,767.67	0.00	11,871.09	11,871.09	Firm Volumes Total
	0.00	12,638.76	12,638.76	0.00	1,767.67	1,767.67	0.00	11,871.09	11,871.09	Firm Volumes Total
832 Wells Expense Total	0.00	14,893.20	14,893.20	0.00	1,386.56	1,386.56	0.00	13,506.64	13,506.64	Firm Volumes Total
	0.00	14,893.20	14,893.20	0.00	1,386.56	1,386.56	0.00	13,506.64	13,506.64	Firm Volumes Total
840 Supervision and Engineering Total	0.00	8,044.81	8,044.81	0.00	748.97	748.97	0.00	7,295.84	7,295.84	Firm Volumes Total
	0.00	8,044.81	8,044.81	0.00	748.97	748.97	0.00	7,295.84	7,295.84	Firm Volumes Total
844 Supervision and Engineering Total	0.00	164,590.95	164,590.95	0.00	15,323.41	15,323.41	0.00	149,267.54	149,267.54	Firm Volumes Total
	0.00	164,590.95	164,590.95	0.00	15,323.41	15,323.41	0.00	149,267.54	149,267.54	Firm Volumes Total
847 Supervision and Engineering Total	0.00	21,318.72	21,318.72	0.00	1,984.77	1,984.77	0.00	19,333.95	19,333.95	Firm Volumes Total
	0.00	21,318.72	21,318.72	0.00	1,984.77	1,984.77	0.00	19,333.95	19,333.95	Firm Volumes Total
856 Mains Expense Total	25,590.13	4,799.42	30,389.55	0.00	473.23	473.23	25,590.13	4,326.19	4,326.19	3-factor Total
	25,590.13	4,799.42	30,389.55	0.00	473.23	473.23	25,590.13	4,326.19	4,326.19	3-factor Total
863 Maintenance of Mains Total	0.00	2,356.48	2,356.48	0.00	0.00	0.00	0.00	2,356.48	2,356.48	Direct-OR Total
	0.00	2,356.48	2,356.48	0.00	0.00	0.00	0.00	2,356.48	2,356.48	Direct-OR Total
870 Supervision and Engineering Total	0.00	184,939.65	184,939.65	0.00	15,821.32	15,821.32	0.00	169,118.33	169,118.33	3-factor Total
	0.00	184,939.65	184,939.65	0.00	15,821.32	15,821.32	0.00	169,118.33	169,118.33	3-factor Total
874 Mains and Services Expense Total	319,731.51	38,621.14	358,352.65	0.00	2,925.18	2,925.18	331,018.17	35,696.96	35,696.96	Direct-OR Total
	319,731.51	38,621.14	358,352.65	0.00	2,925.18	2,925.18	331,018.17	35,696.96	35,696.96	Direct-OR Total
875 Measuring and Regulator Station Expense - General Total	0.00	7,913.52	7,913.52	0.00	629.92	629.92	0.00	7,283.60	7,283.60	Direct-OR Total
	0.00	7,913.52	7,913.52	0.00	629.92	629.92	0.00	7,283.60	7,283.60	Direct-OR Total
877 Measuring and Regulator Station Expense - City Gate Total	0.00	12,832.93	12,832.93	0.00	1,159.74	1,159.74	0.00	11,673.19	11,673.19	Direct-OR Total
	0.00	12,832.93	12,832.93	0.00	1,159.74	1,159.74	0.00	11,673.19	11,673.19	Direct-OR Total
878 Meter and House Regulator Expense Total	0.00	15,268.43	15,268.43	0.00	1,215.37	1,215.37	0.00	14,053.06	14,053.06	Direct-OR Total
	0.00	15,268.43	15,268.43	0.00	1,215.37	1,215.37	0.00	14,053.06	14,053.06	Direct-OR Total
879 Customer Installation Expense Total	0.00	416,531.74	416,531.74	0.00	41,763.61	41,763.61	0.00	374,768.13	374,768.13	3-factor Total
	0.00	416,531.74	416,531.74	0.00	41,763.61	41,763.61	0.00	374,768.13	374,768.13	3-factor Total
880 Other Expense Total	552.36	198,852.24	199,404.60	0.00	15,474.19	15,474.19	552.36	143,378.05	143,378.05	3-factor Total
	552.36	198,852.24	199,404.60	0.00	15,474.19	15,474.19	552.36	143,378.05	143,378.05	3-factor Total

For the period ended September 30, 2012

FERC Descr	System			Washington			Oregon			Allocation Method
	Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total	
881 Rents Total	0.00	33,331.58	33,331.58	0.00	3,286.50	3,286.50	0.00	30,045.08	30,045.08	3-factor Total
	0.00	419,014.48	419,014.48	0.00	41,314.83	41,314.83	0.00	377,699.65	377,699.65	Customers-All Total
	0.00	(851.92)	(851.92)	0.00	(87.83)	(87.83)	0.00	(764.09)	(764.09)	Customers-Ind Total
	111,493.62	0.00	111,493.62	533.26	0.00	533.26	0.00	111,493.62	111,493.62	Direct-OR Total
	533.26	0.00	533.26	0.00	0.00	0.00	0.00	0.00	0.00	Direct-WA Total
	0.00	727.56	727.56	0.00	57.91	57.91	0.00	669.65	669.65	Sendout Volumes Total
885 Supervision and Engineering Total	112,026.88	418,890.12	530,917.00	533.26	41,284.81	41,818.17	111,493.62	377,605.21	489,098.83	3-factor Total
	0.00	93,588.23	93,588.23	0.00	9,227.81	9,227.81	0.00	84,360.42	84,360.42	Customers-All Total
	0.00	132,130.33	132,130.33	0.00	14,970.37	14,970.37	0.00	117,159.96	117,159.96	Customers-Ind Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers-Res Total
	8,518.29	0.00	8,518.29	0.00	0.00	0.00	8,518.29	0.00	0.00	Direct-OR Total
	8,424.95	0.00	8,424.95	8,424.95	0.00	8,424.95	0.00	0.00	0.00	Direct-WA Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Sendout Volumes Total
887 Mains Total	16,943.24	225,718.56	242,661.80	8,424.95	24,198.18	32,623.13	8,518.29	201,520.38	210,038.67	3-factor Total
	0.00	1,726.19	1,726.19	0.00	170.20	170.20	0.00	1,555.99	1,555.99	Customers-All Total
	1,099.00	0.00	1,099.00	0.00	0.00	0.00	1,099.00	0.00	0.00	Customers-Ind Total
	0.00	35,212.68	35,212.68	2,802.92	2,802.92	2,802.92	0.00	32,409.76	32,409.76	Customers-Res Total
	0.00	16,956.33	16,956.33	1,826.20	1,826.20	1,826.20	0.00	15,130.13	15,130.13	Telemetering Total
889 Measuring and Regulator Station Expense - General Total	1,099.00	53,895.20	54,994.20	0.00	4,799.32	4,799.32	1,099.00	49,095.88	50,194.88	3-factor Total
	0.00	56.23	56.23	0.00	5.54	5.54	0.00	50.69	50.69	Customers-All Total
	0.00	6,333.27	6,333.27	0.00	504.13	504.13	0.00	5,829.14	5,829.14	Customers-Ind Total
	0.00	6,389.50	6,389.50	509.67	509.67	509.67	0.00	5,879.83	5,879.83	Customers-Res Total
	0.00	47,691.49	47,691.49	0.00	4,702.39	4,702.39	0.00	42,989.10	42,989.10	Direct-OR Total
	48,574.94	0.00	48,574.94	0.00	0.00	0.00	48,574.94	0.00	0.00	Direct-WA Total
	5,296.09	0.00	5,296.09	5,296.09	0.00	5,296.09	0.00	0.00	0.00	Sendout Volumes Total
	0.00	3,423.65	3,423.65	272.52	272.52	272.52	0.00	3,151.13	3,151.13	Telemetering Total
892 Services Total	53,871.03	511,115.14	1,049,886.17	5,296.09	4,974.91	10,271.00	48,574.94	46,140.23	94,715.17	3-factor Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers-All Total
	0.00	103,153.45	103,153.45	0.00	10,635.13	10,635.13	0.00	92,518.32	92,518.32	Customers-Ind Total
	0.00	1,876.03	1,876.03	0.00	163.03	163.03	0.00	1,713.00	1,713.00	Customers-Res Total
	0.00	8,403.53	8,403.53	0.00	589.09	589.09	0.00	7,814.44	7,814.44	Direct-OR Total
	0.00	18,560.85	18,560.85	0.00	1,945.18	1,945.18	0.00	16,615.67	16,615.67	Direct-WA Total
	6,449.39	0.00	6,449.39	0.00	0.00	0.00	6,449.39	0.00	0.00	Sendout Volumes Total
	44,034.25	0.00	44,034.25	3,505.14	3,505.14	3,505.14	0.00	40,529.11	40,529.11	Customers-All Total
	6,449.39	176,028.11	182,477.50	16,837.57	16,837.57	16,837.57	6,449.39	159,190.54	165,639.93	Customers-Ind Total
	0.00	1,464.11	1,464.11	0.00	144.36	144.36	0.00	1,319.75	1,319.75	Customers-Res Total
	960.61	0.00	960.61	0.00	0.00	0.00	960.61	0.00	0.00	Direct-OR Total
894 Other Equipment Total	960.61	1,464.11	2,424.72	0.00	144.36	144.36	0.00	1,319.75	2,280.36	3-factor Total
	0.00	132,028.95	132,028.95	0.00	13,018.05	13,018.05	0.00	119,010.90	119,010.90	Customers-All Total
	0.00	132,028.95	132,028.95	0.00	13,018.05	13,018.05	0.00	119,010.90	119,010.90	Customers-Ind Total
901 Supervision Total	0.00	46,634.02	46,634.02	0.00	4,807.97	4,807.97	0.00	41,826.05	41,826.05	Customers-All Total
	0.00	1,439.94	1,439.94	0.00	100.94	100.94	0.00	1,339.00	1,339.00	Customers-Ind Total
	0.00	48,073.96	48,073.96	0.00	4,908.91	4,908.91	0.00	43,165.05	43,165.05	Customers-Res Total
902 Meter Reading Expenses Total	0.00	800,413.04	800,413.04	0.00	78,920.72	78,920.72	0.00	721,492.32	721,492.32	3-factor Total
	0.00	112,771.06	112,771.06	0.00	11,626.70	11,626.70	0.00	101,144.36	101,144.36	Customers-All Total
	0.00	34,335.79	34,335.79	0.00	2,406.94	2,406.94	0.00	31,928.85	31,928.85	Customers-Ind Total
	0.00	353,416.07	353,416.07	0.00	37,036.00	37,036.00	0.00	316,378.07	316,378.07	Customers-Res Total
	1,343.38	0.00	1,343.38	0.00	0.00	0.00	1,343.38	0.00	0.00	Direct-OR Total
903 Customer Records and Collection Expense Total	1,343.38	1,300,935.96	1,302,279.34	0.00	129,992.36	129,992.36	1,343.38	1,170,943.60	1,172,286.98	Customers-All Total
	0.00	2,581.00	2,581.00	0.00	266.10	266.10	0.00	2,314.90	2,314.90	Customers-Ind Total
	0.00	12,605.03	12,605.03	0.00	1,095.38	1,095.38	0.00	11,509.65	11,509.65	Customers-Res Total
	0.00	(13,175.64)	(13,175.64)	0.00	(923.61)	(923.61)	0.00	(12,252.03)	(12,252.03)	Customers-All Total
	0.00	(44,076.15)	(44,076.15)	0.00	(4,619.18)	(4,619.18)	0.00	(39,456.97)	(39,456.97)	Customers-Ind Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers-Res Total
904 Uncollectible Accounts Total	0.00	(42,065.76)	(42,065.76)	0.00	(4,181.31)	(4,181.31)	0.00	(37,884.45)	(37,884.45)	Direct-OR Total
	0.00	24,797.46	24,797.46	0.00	2,598.77	2,598.77	0.00	22,198.69	22,198.69	Customers-Res Total
907 Supervision Total	0.00	29,389.20	29,389.20	0.00	2,897.77	2,897.77	0.00	26,491.43	26,491.43	3-factor Total
	0.00	271,638.59	271,638.59	0.00	28,005.95	28,005.95	0.00	243,632.64	243,632.64	Customers-All Total
	0.00	30,996.25	30,996.25	0.00	2,693.75	2,693.75	0.00	28,304.50	28,304.50	Customers-Comm Total
	0.00	68,344.06	68,344.06	0.00	4,990.92	4,990.92	0.00	63,353.14	63,353.14	Customers-Ind Total
	0.00	14,277.66	14,277.66	0.00	1,496.30	1,496.30	0.00	12,781.36	12,781.36	Customers-Res Total
	(8,911.64)	0.00	(8,911.64)	0.00	0.00	0.00	(8,911.64)	0.00	0.00	Direct-OR Total
	991.61	0.00	991.61	991.61	0.00	991.61	0.00	0.00	0.00	Direct-WA Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Employee Cost Total
908 Customer Assistance Expense Total	(7,920.03)	414,647.76	406,727.73	991.61	39,884.69	40,876.30	(8,911.64)	374,763.07	365,851.43	Customers-All Total
	0.00	161,746.14	161,746.14	0.00	16,951.00	16,951.00	0.00	144,795.14	144,795.14	Customers-Res Total
909 Customer Information Expense Total	0.00	161,746.14	161,746.14	0.00	16,951.00	16,951.00	0.00	144,795.14	144,795.14	Customers-All Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers-Res Total
910 Miscellaneous Customer Service Expense Total	0.00	10,564.87	10,564.87	0.00	1,107.20	1,107.20	0.00	9,457.67	9,457.67	Customers-All Total
	0.00	14,783.20	14,783.20	0.00	1,524.15	1,524.15	0.00	13,259.05	13,259.05	Customers-Ind Total
	0.00	13,099.18	13,099.18	0.00	1,372.79	1,372.79	0.00	11,726.39	11,726.39	Customers-Res Total
911 Supervision Total	0.00	27,882.38	27,882.38	0.00	2,896.94	2,896.94	0.00	24,985.44	24,985.44	Customers-Res Total

FERC Descr	System			Washington			Oregon		
	Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
	Sep	Sep	Sep	Sep	Sep	Sep	Sep	Sep	Sep
	0.00	6,138.57	6,138.57	0.00	0.00	605.26	0.00	5,533.31	5,533.31
	0.00	157,420.22	157,420.22	0.00	16,230.03	16,230.03	0.00	141,190.19	141,190.19
	0.00	11,307.72	11,307.72	0.00	982.64	982.64	0.00	10,325.08	10,325.08
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	8,928.79	8,928.79	0.00	935.74	935.74	0.00	7,993.05	7,993.05
	81.00	0.00	81.00	0.00	0.00	0.00	81.00	0.00	81.00
912 Demonstration and Selling Expense Total	81.00	183,795.30	183,795.30	0.00	18,753.67	18,753.67	81.00	165,041.63	165,122.63
	0.00	29,567.50	29,567.50	0.00	2,569.42	2,569.42	0.00	26,998.08	26,998.08
	0.00	256.99	256.99	0.00	26.93	26.93	0.00	230.06	230.06
913 Advertising Total	0.00	29,824.49	29,824.49	0.00	2,596.35	2,596.35	0.00	27,228.14	27,228.14
	0.00	39.92	39.92	0.00	4.18	4.18	0.00	35.74	35.74
	0.00	39.92	39.92	0.00	4.18	4.18	0.00	35.74	35.74
916 Miscellaneous Sales Expense Total	0.00	3,063,006.27	3,063,006.27	0.00	302,012.45	302,012.45	0.00	2,760,993.82	2,760,993.82
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	(25,560.81)	(25,560.81)	0.00	(2,635.32)	(2,635.32)	0.00	(22,925.49)	(22,925.49)
	0.00	10,403.31	10,403.31	0.00	1,090.27	1,090.27	0.00	9,313.04	9,313.04
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	168,520.68	0.00	168,520.68	0.00	0.00	0.00	168,520.68	0.00	168,520.68
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	(1,403,469.11)	(1,403,469.11)	0.00	(148,908.07)	(148,908.07)	0.00	(1,254,561.04)	(1,254,561.04)
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	0.00	128,204.88	128,204.88	0.00	38,461.46	38,461.46	0.00	89,743.42	89,743.42
	0.00	35.00	35.00	0.00	2.79	2.79	0.00	32.21	32.21
921 Office Supplies and Expense Total	168,520.68	1,772,619.54	1,941,140.22	0.00	190,023.58	190,023.58	168,520.68	1,582,595.96	1,751,116.64
	0.00	(916,329.78)	(916,329.78)	0.00	(93,374.01)	(93,374.01)	0.00	(822,955.77)	(822,955.77)
	0.00	(337,923.32)	(337,923.32)	0.00	(35,853.66)	(35,853.66)	0.00	(302,069.66)	(302,069.66)
922 Administrative Expenses Transferred - Credit Total	0.00	(1,254,253.10)	(1,254,253.10)	0.00	(29,227.67)	(29,227.67)	0.00	(1,125,025.43)	(1,125,025.43)
	0.00	198,999.68	198,999.68	0.00	19,621.37	19,621.37	0.00	179,378.31	179,378.31
924 Property Insurance Premium Total	0.00	198,999.68	198,999.68	0.00	19,621.37	19,621.37	0.00	179,378.31	179,378.31
	0.00	58,539.58	58,539.58	0.00	5,772.00	5,772.00	0.00	52,767.58	52,767.58
925 Injuries and Damages Total	0.00	17,566.07	17,566.07	0.00	1,732.01	1,732.01	0.00	15,834.06	15,834.06
	492.00	0.00	492.00	0.00	0.00	0.00	492.00	0.00	492.00
	0.00	(65,626.38)	(65,626.38)	0.00	(6,962.95)	(6,962.95)	0.00	(58,663.43)	(58,663.43)
926 Employee Pensions and Benefits Total	492.00	(48,060.31)	(47,568.31)	0.00	(5,230.94)	(5,230.94)	492.00	(43,829.37)	(43,337.37)
	0.00	76,000.62	76,000.62	0.00	7,493.66	7,493.66	0.00	68,506.96	68,506.96
930 Miscellaneous General Expense Total	0.00	347,254.44	347,254.44	0.00	34,239.29	34,239.29	0.00	313,015.15	313,015.15
	0.00	1,920.00	1,920.00	0.00	197.95	197.95	0.00	1,722.05	1,722.05
	3,989.18	0.00	3,989.18	0.00	0.00	0.00	3,989.18	0.00	3,989.18
	29,523.21	0.00	29,523.21	29,523.21	0.00	29,523.21	0.00	0.00	0.00
	33,512.39	349,174.44	382,686.83	29,523.21	34,437.24	63,960.45	3,989.18	314,737.20	318,726.38
931 Rents Total	0.00	237,541.44	237,541.44	0.00	23,421.60	23,421.60	0.00	214,119.84	214,119.84
	0.00	120.00	120.00	0.00	16.99	16.99	0.00	103.01	103.01
	0.00	9,382.83	9,382.83	0.00	967.37	967.37	0.00	8,415.46	8,415.46
	0.00	1,542.09	1,542.09	0.00	392.92	392.92	0.00	1,149.17	1,149.17
	53,509.32	0.00	53,509.32	0.00	0.00	0.00	53,509.32	0.00	53,509.32
	5,090.28	0.00	5,090.28	5,090.28	0.00	5,090.28	0.00	0.00	0.00
	0.00	187.77	187.77	0.00	19.92	19.92	0.00	167.85	167.85
	0.00	283.04	283.04	0.00	26.35	26.35	0.00	256.69	256.69
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
935 Maintenance of General Plant Total	58,599.60	249,057.17	307,656.77	5,090.28	24,845.15	29,935.43	53,509.32	224,212.02	277,721.34
Grand Total	791,850.23	6,741,197.92	7,533,048.15	38,572.74	676,105.88	714,678.62	753,277.49	6,065,092.04	6,816,369.53

Customer Counts, Volumes and Usage per Customer

NW Natural
Washington Qtrly Results of Operations
Monthly Volumes, Customers, and
Use/Customer

	2011 January	2011 February	2011 March	2011 April	2011 May	2011 June	2011 July	2011 August	2011 September	2011 October	2011 November	2011 December
Volumes												
Residential	7,969,912	6,277,874	6,745,014	4,806,461	3,647,451	2,144,844	1,357,215	1,092,241	1,140,185	1,584,153	3,758,891	7,198,173
Commercial	3,292,159	2,651,456	2,784,972	2,053,304	1,673,683	1,114,385	800,785	670,997	689,293	889,080	1,577,588	2,886,070
Industrial Firm	340,320	308,135	82,030	266,152	222,637	183,287	166,353	176,285	163,361	202,231	281,742	362,715
Interruptible	355,761	300,412	492,426	545,795	534,185	398,681	224,041	222,973	216,800	237,141	228,420	257,442
Transport Firm												
Transport Interruptible	683,894	629,760	637,988	617,945	592,081	512,788	536,902	541,452	497,626	593,389	790,954	942,572
	685,094	649,119	668,830	683,765	630,177	628,316	628,485	813,684	772,825	977,214	744,378	769,152
Total	13,346,140	10,816,756	11,411,260	8,973,422	7,300,214	4,982,301	3,713,781	3,517,632	3,480,090	4,483,208	7,381,973	12,416,124
Customers												
Residential	64,004	64,076	64,117	64,144	64,194	64,177	64,168	64,107	64,171	64,246	64,470	64,637
Commercial	5,430	5,441	5,451	5,443	5,431	5,411	5,418	5,402	5,393	5,394	5,424	5,483
Industrial Firm	38	37	38	38	38	37	38	38	37	37	37	38
Interruptible	10	10	10	10	10	10	10	10	9	10	9	9
Transport Firm												
Transport Interruptible	7	7	7	7	7	7	6	6	7	7	11	12
	9	9	9	9	9	9	9	9	9	9	8	8
Total	69,498	69,580	69,632	69,651	69,689	69,651	69,649	69,572	69,626	69,703	69,959	70,187
Use per Customer												
Residential	125	98	105	75	57	33	21	17	18	25	58	111
Commercial	606	487	511	377	308	206	148	124	128	165	291	526
Industrial Firm	8,956	8,328	2,159	7,004	5,859	4,954	4,378	4,639	4,415	5,466	7,615	9,545
Interruptible	35,576	30,041	49,243	54,580	53,419	39,868	22,404	22,297	24,089	23,714	25,380	28,605
Transport Firm												
Transport Interruptible	97,699	89,966	91,141	88,278	84,583	73,255	89,484	90,242	71,089	84,770	71,905	78,548
	76,122	72,124	74,314	75,974	70,020	69,813	69,832	90,409	85,869	108,579	93,047	96,144

NW Natural
Washington Qtrly Results of Operations
Monthly Volumes, Customers, and
Use/Customer

12 Months Ended	2011 January	2011 February	2011 March	2011 April	2011 May	2011 June	2011 July	2011 August	2011 September	2011 October	2011 November	2011 December
Volumes												
Residential	42,009,461	43,108,905	45,448,983	46,200,665	46,822,880	46,784,385	46,695,799	46,687,285	46,630,927	46,667,055	47,299,416	47,741,414
Commercial	18,826,940	19,283,169	20,135,095	20,425,838	20,657,944	20,705,483	20,729,624	20,728,366	20,696,229	20,730,188	20,961,431	21,083,772
Industrial Firm	2,839,836	2,891,621	2,709,433	2,726,256	2,727,220	2,708,555	2,698,387	2,699,667	2,685,480	2,671,002	2,705,305	2,755,248
Interruptible	4,373,339	4,221,918	4,339,069	4,583,607	4,858,997	4,814,237	4,657,444	4,557,186	4,399,626	4,228,747	4,091,552	4,014,077
Transport Firm	7,057,760	7,099,052	7,099,949	7,135,137	7,171,716	7,154,599	7,146,719	7,131,445	7,140,222	7,153,078	7,324,678	7,577,351
Transport Interruptible	7,662,045	7,835,552	7,907,844	8,038,877	8,110,832	8,113,914	8,192,576	8,282,153	8,414,476	8,640,757	8,611,484	8,651,039
Total	82,769,381	84,440,217	87,640,373	89,110,380	90,349,589	90,281,173	90,120,549	90,086,102	89,966,960	90,090,827	90,893,866	91,822,901
Average Customers												
Residential	63,459	63,536	63,609	63,687	63,763	63,832	63,896	63,956	64,017	64,079	64,148	64,209
Commercial	5,353	5,359	5,366	5,373	5,380	5,386	5,394	5,400	5,408	5,415	5,421	5,427
Industrial Firm	39	39	39	39	39	39	39	38	38	38	38	38
Interruptible	11	11	11	11	10	10	10	10	10	10	10	10
Transport Firm	7	7	7	7	7	7	7	7	7	7	7	8
Transport Interruptible	8	8	8	8	8	8	9	9	9	9	9	9
Total	68,878	68,960	69,039	69,124	69,208	69,283	69,355	69,420	69,488	69,557	69,632	69,700
12 Month Use per Average Customer												
Residential	662	678	715	725	734	733	731	730	728	728	737	744
Commercial	3,517	3,599	3,753	3,802	3,840	3,843	3,843	3,839	3,827	3,828	3,867	3,885
Industrial Firm	72,047	73,672	69,177	69,755	69,929	69,898	69,937	70,273	70,516	70,599	71,822	73,310
Interruptible	391,642	383,811	400,529	425,713	466,464	465,894	454,385	448,248	439,963	426,428	416,090	411,700
Transport Firm	1,008,251	1,014,150	1,014,278	1,019,305	1,024,531	1,022,086	1,033,261	1,043,626	1,044,911	1,046,792	1,022,048	999,211
Transport Interruptible	1,021,606	1,022,029	1,009,512	1,004,860	993,163	973,670	963,832	955,633	952,562	960,084	965,774	979,363

NW Natural
Washington Qtrly Results of Operations
Monthly Volumes, Customers, and
Use/Customer

	2012 January	2012 February	2012 March	2012 April	2012 May	2012 June	2012 July	2012 August	2012 September
Volumes									
Residential	7,891,257	6,509,462	6,134,144	4,740,056	2,775,699	1,915,724	1,381,556	1,073,273	1,146,188
Commercial	3,257,245	2,789,116	2,621,069	2,024,944	1,313,460	1,002,681	816,620	633,446	710,130
Industrial Firm	373,698	378,529	325,560	250,724	213,145	201,752	181,553	174,743	165,121
Interruptible	269,749	270,718	277,927	233,880	166,906	163,439	131,853	185,944	148,332
Transport Firm	839,725	772,291	821,131	715,073	696,206	630,013	625,063	618,963	621,697
Transport Interruptible	729,633	640,760	646,909	641,801	701,155	661,015	646,645	769,015	876,155
Total	13,361,307	11,360,876	10,826,740	8,606,478	5,866,571	4,574,624	3,783,290	3,455,384	3,667,623
Customers									
Residential	64,812	64,846	64,958	65,035	65,110	65,135	65,120	65,117	65,197
Commercial	5,517	5,520	5,529	5,549	5,536	5,543	5,507	5,482	5,472
Industrial Firm	38	38	37	37	38	38	38	38	38
Interruptible	9	9	9	9	9	9	7	8	8
Transport Firm	11	11	12	12	12	12	12	12	12
Transport Interruptible	8	8	8	9	9	9	9	9	9
Total	70,395	70,432	70,553	70,651	70,713	70,746	70,693	70,666	70,736
Use per Customer									
Residential	122	100	94	73	43	29	21	16	18
Commercial	590	505	474	365	237	181	148	116	130
Industrial Firm	9,834	9,961	8,799	6,776	5,761	5,309	4,778	4,599	4,345
Interruptible	29,972	30,080	30,881	25,987	18,545	18,160	18,836	23,243	18,542
Transport Firm	76,339	70,208	68,428	59,589	58,017	52,501	52,089	51,580	51,808
Transport Interruptible	91,204	80,095	80,864	71,311	77,906	73,446	71,849	85,446	97,351

NW Natural
Washington Qtrly Results of Operations
Monthly Volumes, Customers, and
Use/Customer

12 Months Ended	2012 January	2012 February	2012 March	2012 April	2012 May	2012 June	2012 July	2012 August	2012 September
Volumes									
Residential	47,643,759	47,875,347	47,264,477	47,198,072	46,326,320	46,097,200	46,121,541	46,102,573	46,108,576
Commercial	21,048,858	21,186,518	21,022,615	20,994,255	20,634,032	20,522,328	20,538,163	20,500,612	20,521,449
Industrial Firm	2,788,626	2,859,020	3,102,550	3,087,122	3,077,630	3,096,095	3,111,295	3,109,753	3,111,513
Interruptible	3,928,065	3,898,371	3,683,872	3,371,957	3,004,678	2,769,436	2,677,248	2,640,219	2,571,751
	0	0	0	0	0	0	0	0	0
Transport Firm	7,733,182	7,875,713	8,058,856	8,155,984	8,260,109	8,377,334	8,465,495	8,543,006	8,667,077
Transport Interruptible	8,695,578	8,687,219	8,665,298	8,623,334	8,694,312	8,727,011	8,745,171	8,700,502	8,803,832
	0	0	0	0	0	0	0	0	0
Total	91,838,068	92,382,188	91,797,668	91,430,724	89,997,081	89,589,404	89,658,913	89,596,665	89,784,198
Average Customers									
Residential	64,277	64,341	64,411	64,485	64,561	64,641	64,721	64,805	64,890
Commercial	5,434	5,441	5,447	5,456	5,465	5,476	5,483	5,490	5,496
Industrial Firm	38	38	38	38	37	38	38	38	38
Interruptible	10	10	10	9	9	9	9	9	9
Transport Firm	8	8	9	9	10	10	10	11	11
Transport Interruptible	9	9	9	9	9	9	9	9	9
Total	69,775	69,846	69,922	70,006	70,091	70,182	70,269	70,360	70,453
12 Month Use per Average Customer									
Residential	741	744	734	732	718	713	713	711	711
Commercial	3,874	3,894	3,859	3,848	3,776	3,748	3,746	3,734	3,734
Industrial Firm	74,198	75,903	82,551	82,323	82,253	82,563	82,968	82,927	82,790
Interruptible	406,352	406,787	387,776	358,084	321,930	299,398	297,472	298,893	293,914
Transport Firm	976,823	954,632	929,868	897,906	869,485	844,773	812,688	782,565	764,742
Transport Interruptible	993,780	1,002,371	1,009,549	1,004,660	1,012,930	1,016,739	1,018,855	1,013,651	1,025,689

Rate Base and Allocation Factors

**NW Natural
State Allocation Factors
Updated for year ended 2011 data**

	System	Washington	Oregon
Customers			
Total Customers			
December 2011	679,543	70,187	609,356
December 2010	673,997	69,378	604,619
Average	670,896	68,824	602,072
% of System		10.26%	89.74%
Residential Customers			
December 2011	615,670	64,637	551,033
December 2010	610,598	63,899	546,699
Average	607,645	63,398	544,247
% of System		10.43%	89.57%
Commercial Customers			
December 2011	62,914	5,483	57,431
December 2010	62,476	5,414	57,062
Average	62,323	5,362	56,961
% of System		8.60%	91.40%
Industrial Customers			
December 2011	959	67	892
December 2010	923	65	858
Average	928	65	864
% of System		6.95%	93.05%
The Dalles			
December 2011	7,343	1,866	5,477
December 2010	7,291	1,863	5,428
Average	7,257	1,852	5,406
% of System		25.51%	74.49%
Portland / Vancouver			
December 2011	481,688	68,321	413,367
December 2010	477,468	67,515	409,953
Average	475,178	66,973	408,206
% of System		14.09%	85.91%
Portland / Vancouver Commercial			
December 2011	40,830	5,281	35,549
December 2010	40,562	5,210	35,352
Average	40,428	5,159	35,269
% of System		12.76%	87.24%
Volumes - 12 Months Ended 12/31/11			
Firm Delivered	850,815,014	79,235,933	771,579,081
% of System		9.87%	90.13%
Sales Volumes	777,707,038	75,594,511	702,112,527
% of System		9.65%	90.35%
Sendout Volumes	1,152,353,294	91,728,364	1,060,624,930
% of System		7.67%	92.33%
3-factor formula (simple average)			
Gross Plant Directly Assigned		10.76%	89.24%
Number of Employees Directly Assigned		8.60%	91.40%
Number of Customers		10.26%	89.74%
Average		9.87%	90.13%

Derivation of factor for 3-factor - Gross Plant Directly Assigned

December 31, 2011	System	Washington	Oregon
Intangible - Other	84,795	447	84,348
Production	675,198	0	675,198
Transmission	50,207,253	796,731	49,410,522
Distribution	1,771,064,382	193,457,764	1,577,606,618
December 31, 2010	System	Washington	Oregon
Intangible	84,795	447	84,348
Production	675,198	0	675,198
Transmission	41,671,188	764,903	40,906,285
Distribution	1,722,620,050	188,229,052	1,534,390,998
Average	System	Washington	Oregon
Intangible - Other	84,795	447	84,348
Production	675,198	0	675,198
Transmission	45,939,220	780,817	45,158,403
Distribution	1,746,842,216	190,843,408	1,555,998,808
Gross Plant Directly Assigned	1,793,541,429	191,624,671	1,601,916,758
% of System		10.76%	89.24%

Allocation Factors - Summary	Washington	Oregon
Customers-all	10.310%	89.690%
Customers-Residential	10.480%	89.520%
Customers-Commercial	8.690%	91.310%
Customers-Industrial	7.010%	92.990%
Customers-The Dalles	25.480%	74.520%
3-factor	9.860%	90.140%
firm volumes	9.310%	90.690%
sales volumes	9.720%	90.280%
sendout volumes	7.960%	92.040%
sales/sendout volumes	8.840%	91.160%
Customers Portland/Vancouver	14.160%	85.840%
Customers Portland/Vancouver 80%	11.330%	88.670%
Customers Portland/Vancouver Com	12.890%	87.110%
Payroll	10.380%	89.620%
Admin Transfer	10.190%	89.810%
Employee Cost	10.610%	89.390%
Regulatory	30.000%	70.000%
Telemetry	10.770%	89.230%
Direct-Wa	100.000%	0.000%
Direct-Or	0.000%	100.000%
Gross plant direct assign	10.680%	89.320%
Depreciation	10.490%	89.510%
Rate Base	10.869%	89.131%

NW Natural
Washington Annual Commission Basis Report
Test Year Based on Twelve Months Ended December 31, 2011
Rate Base

		2010 Dec	2011 December	Dec 10 - Dec 11 12 month average	
SYSTEM					
	System	System	System		Allocation Method
Gross Plant					
Intangible	Software	84,433,570	91,062,424	87,520,245	Total Customers
	Other	84,795	84,795	84,795	Direct
Production		675,198	675,198	741,683	Direct
Transmission		41,671,188	50,207,253	45,086,560	Direct
Distribution		1,722,620,050	1,771,064,382	1,745,912,564	Direct
General		105,686,249	114,435,854	107,385,385	3-Factor & Direct
Storage and storage transmission CNG and LNG		276,056,419 2,567,634	279,037,129 2,567,634	277,742,997 2,567,634	Firm Delivered Volum 3-Factor
Encana		0	40,757,396	14,549,290	Jan-Dec Average
Total Gross Plant		2,233,795,103	2,349,892,064	2,281,591,153	

Accumulated Depreciation

Intangible		(57,630,338)	(62,122,237)	(60,012,651)	Total Customers
Production		(691,036)	(691,036)	(691,036)	Direct
Transmission		(10,726,720)	(12,003,386)	(11,340,649)	Direct
Distribution		(747,618,116)	(785,287,818)	(766,416,901)	Direct
General		(54,812,129)	(58,203,982)	(56,508,920)	3-Factor
Storage and storage transmission CNG and LNG		(88,150,277) (2,567,634)	(95,229,709) (2,567,634)	(91,721,389) (2,567,634)	Firm Delivered Volum 3-Factor
Encana		0	(1,146,295)	(291,589)	Jan-Dec Average
Total Accumulated Depreciation		(962,196,250)	(1,017,252,097)	(989,503,006)	

OREGON

		2010 December OREGON	2011 December OREGON	Dec 10 - Dec 11 12 month average OREGON	
Gross Plant					
Intangible	Software	74,060,358	80,005,777	76,828,797	Total Customers
	Other	84,348	84,348	84,348	Direct
Production		675,198	675,198	741,683	Direct
Transmission		40,906,285	49,410,522	44,235,572	Direct
Distribution		1,534,390,998	1,577,606,618	1,554,604,183	Direct
General		97,013,084	105,092,259	98,523,370	3-Factor & Direct
Storage and storage transmission CNG and LNG		253,427,866 2,314,465	256,131,072 2,314,465	254,957,424 2,314,465	Firm Delivered Volum 3-Factor
Encana		0	40,757,396	14,549,290	Jan-Dec Average
Total Gross Plant		2,002,872,603	2,112,077,656	2,046,839,133	

Accumulated Depreciation

Intangible		(50,467,553)	(54,380,237)	(52,546,199)	Total Customers
Production		(691,036)	(691,036)	(691,036)	Direct
Transmission		(10,714,868)	(11,974,089)	(11,320,274)	Direct
Distribution		(676,372,144)	(709,229,344)	(692,744,596)	Direct
General		(49,407,653)	(51,886,317)	(50,406,115)	3-Factor
Storage and storage transmission CNG and LNG		(81,904,058) (2,314,465)	(88,481,850) (2,314,465)	(85,222,126) (2,314,465)	Firm Delivered Volum 3-Factor
Encana		0	(1,146,295)	(291,589)	Jan-Dec Average
Total Accumulated Depreciation		(871,871,778)	(920,103,632)	(895,536,401)	

WASHINGTON

		2010 December WASHINGTON	2010 December WASHINGTON	Dec 10 - Dec 11 12 month average WASHINGTON	
Gross Plant					
Intangible	Software	10,373,212	11,056,647	10,691,448	Total Customers
	Other	447	447	447	Direct
Production		0	0	0	Direct
Transmission		764,903	796,731	850,988	Direct
Distribution		188,229,052	193,457,764	191,308,380	Direct
General		8,673,165	9,343,594	8,862,015	3-Factor & Direct
Storage and storage transmission CNG and LNG		22,628,553 253,169	22,906,057 253,169	22,785,573 253,169	Firm Delivered Volum 3-Factor
Total Gross Plant		230,922,500	237,814,409	234,752,020	

Accumulated Depreciation

Intangible		(7,162,785)	(7,742,001)	(7,466,452)	Total Customers
Production		0	0	0	Direct
Transmission		(11,852)	(26,780)	(17,963)	Direct
Distribution		(71,245,972)	(76,220,096)	(73,826,838)	Direct
General		(5,404,476)	(6,317,665)	(6,102,804)	3-Factor
Storage and storage transmission CNG and LNG		(6,246,219) (253,169)	(6,747,858) (253,169)	(6,499,263) (253,169)	Firm Delivered Volum 3-Factor
Total Accumulated Depreciation		(90,324,472)	(97,307,569)	(94,166,489)	