

UG-143934

**CRISTAN KELLEY**  
Rates Analyst  
Tel: 503.226.4211 ext. 3582  
Fax: 503.721.2516  
email: cristan.kelley@nwnatural.com



November 17, 2014

Steven V. King, Executive Director and Secretary  
Washington Utilities & Transportation Commission  
1300 South Evergreen Park Drive, SW  
Post Office Box 47250  
Olympia, Washington 98504-7250

RECEIVED  
 RECORDS MANAGEMENT  
 2014 NOV 19 AM 8:30  
 STATE OF WASH  
 UTIL. AND TRAN  
 COMMISSION

Dear Mr. King,

Per WAC 480-90-275, attached are an original and two copies of the Company's Results of Operations for the Second Quarter (July – September), 2014.

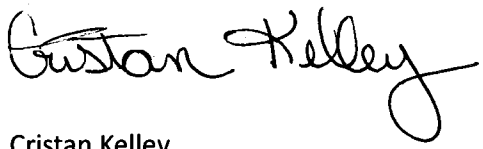
Included within each month's section is a summary of the rate of return on rate base, an income statement presentation of results, a report of operations and maintenance expense broken out by FERC account and a detailed report of operations and maintenance expense which shows the allocation methodology 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, 2012 and 2013. Finally, volumes, customers and use per customer are presented on monthly and 12-months ended bases for 2013 and 2014.

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,



Cristan Kelley

attachments

# July 2014 Activity

RECEIVED  
RECORDS MANAGEMENT

2014 NOV 19 AM 8:30

STATE OF WASH  
UTIL. AND TRN  
CORPORATION

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

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

<b>July 2014</b>								
<b>System</b>	<b>System</b>	<b>System</b>	<b>Washington</b>	<b>Washington</b>	<b>Washington</b>	<b>Oregon</b>	<b>Oregon</b>	<b>Oregon</b>
Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
		(569,710)			(140,294)			(429,416)
		1,097,536,038			112,300,603			985,235,435
		-0.05%			-0.12%			-0.04%

NW Natural  
Washington Quarterly Results of Operations Report

July 2014

			System	System	System	Washington	Washington	Washington	Oregon	Oregon	Oregon
			Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
<b>Monthly Summary</b>											
<b>Acct</b>	<b>Description</b>	<b>Alloc. Ref.</b>									
<b>Sales of Gas</b>											
480.1	Residential		14,884,816		14,884,816	1,768,330		1,768,330	13,116,486		13,116,486
481.1	Commercial		9,250,069		9,250,069	838,593		838,593	8,411,475		8,411,475
481.2	Industrial Firm		1,787,700		1,787,700	138,527		138,527	1,649,173		1,649,173
481.3	Interruptible		2,199,988		2,199,988	50,927		50,927	2,149,061		2,149,061
481.5	Interruptible Incentive		0		0	0		0	0		0
495.20	Unbilled Revenue	A		(3,329,330)	(3,329,330)		(372,914)	(372,914)		(2,956,416)	(2,956,416)
	<b>Total Sales of Gas</b>		28,122,572	(3,329,330)	24,793,243	2,796,376	(372,914)	2,423,462	25,326,196	(2,956,416)	22,369,780
<b>Transportation Revenue</b>											
489.12	Industrial Firm		671,145		671,145	78,463		78,463	592,682		592,682
489.13	Interruptible		605,001		605,001	68,122		68,122	536,879		536,879
489.15	Interruptible Incentive		0		0	0		0	0		0
489.3	Agency Fee/Balancing		47		47	0		0	47		47
	<b>Total Transportation Revenue</b>		1,276,193	0	1,276,193	146,585	0	146,585	1,129,608	0	1,129,608
495.6	Rate Adjustments - Amortizations		1,323,169		1,323,169	(49,424)		(49,424)	1,372,592		1,372,592
<b>Miscellaneous Revenues</b>											
487	Late Payment Charge		103,434		103,434	5,170		5,170	98,264		98,264
488.0	Seasonal Reconnect Fee		500		500	0		0	500		500
488.0	Delinquent Reconnect Fee		22,200		22,200	250		250	21,950		21,950
488.1	Returned Check Charge		8,550		8,550	825		825	7,725		7,725
488.3	Recon Charge CR During Office Hours		23,385		23,385	1,275		1,275	22,110		22,110
488.4	Field Collection Charge		43,100		43,100	3,360		3,360	39,740		39,740
488.5	Recon Charge CR After Office Hours		2,630		2,630	2,500		2,500	130		130
488.6	Recon Charge Seas During Office Hours		950		950	80		80	870		870
488.7	Recon Charge Seas After Office Hours		250		250	250		250	0		0
488.8	Automated Payment Charge		5,618		5,618	750		750	4,868		4,868
493.2	Rent - Utility Property	B		25,395	25,395		1,502	1,502		23,893	23,893
495.1	Meter Rentals		17,371		17,371	1,694		1,694	15,677		15,677
495.2	Other Gas Revenue - Miscellaneous		5,828		5,828	875		875	4,953		4,953
	<b>Total Miscellaneous Revenues</b>		233,816	25,395	259,211	17,029	1,502	18,531	216,787	23,893	240,680
	<b>Total Operating Revenue</b>		30,955,749	(3,303,934)	27,651,815	2,910,567	(371,412)	2,539,155	28,045,182	(2,932,522)	25,112,660
<b>Cost of Gas</b>											
804.7	WACOG Incurred		9,357,144		9,357,144	847,145		847,145	8,509,999		8,509,999
805.7	WACOG Deferred		(1,034,739)		(1,034,739)	(74,068)		(74,068)	(960,671)		(960,671)
804.6	Demand Incurred		7,682,853		7,682,853	745,883		745,883	6,936,970		6,936,970
805.8	Demand Deferred		(4,980,370)		(4,980,370)	(506,838)		(506,838)	(4,473,532)		(4,473,532)
805.4	Amortization of Gas Costs		(278,032)		(278,032)	(68,406)		(68,406)	(209,626)		(209,626)
	<b>Total Cost of Gas</b>		10,746,856	0	10,746,856	943,716	0	943,716	9,803,140	0	9,803,140
<b>Detail</b>	<b>Operations &amp; Maintenance</b>	O&M	821,291	10,256,377	11,077,669	31,768	1,045,139	1,076,907	789,524	9,211,238	10,000,762
<b>Other Taxes</b>											
408.11	Property		1,807,642		1,807,642	144,603		144,603	1,663,039		1,663,039
408.12	Franchise		714,706		714,706	110,678		110,678	604,028		604,028
408.13	Payroll	C		425,559	425,559		45,407	45,407		380,152	380,152
408.14	Other		(6,131)		(6,131)	6,169		6,169	(12,300)		(12,300)
408.15	Regulatory		0		0	0		0	0		0
	<b>Total Other Taxes</b>		2,516,217	425,559	2,941,776	261,450	45,407	306,857	2,254,767	380,152	2,634,919
403.1	Depreciation	D		6,060,235	6,060,235		618,932	618,932		5,441,303	5,441,303
<b>Income Taxes</b>											
409.11	Federal Income Taxes				0			(239,258)			239,258
410.1	Federal Income Taxes - Deferred				0			0			0
411.4	Federal Income Tax Credit				(2,145,862)			(27,705)			(2,118,157)
409.1	Oregon Income Taxes				0			0			0
410.1	Oregon Income Taxes - Deferred				(356,455)			0			(356,455)
411.1	Oregon Income Tax Credit				(102,694)			0			(102,694)
	<b>Total Income Taxes</b>				(2,605,011)			(266,963)			(2,338,048)
	<b>Total Operating Revenue Deductions</b>		14,084,365	16,742,172	28,221,525	1,236,934	1,709,478	2,679,449	12,847,430	15,032,693	25,542,076
	<b>Net Operating Income</b>				(569,710)			(140,294)			(429,416)



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

**Summary**

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

**July 2014**

<b>System</b>	<b>System</b>	<b>System</b>	<b>Washington</b>	<b>Washington</b>	<b>Washington</b>	<b>Oregon</b>	<b>Oregon</b>	<b>Oregon</b>
Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
		92,322,886			10,853,740			81,469,146
		1,083,531,158			112,277,787			971,253,371
		8.52%			9.67%			8.39%

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

			System	System	System	Washington	Washington	Washington	Oregon	Oregon	Oregon
			Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
<b>Acct</b>	<b>Description</b>	<b>Alloc. Ref.</b>									
<b>Sales of Gas</b>											
480.1	Residential		457,634,091	0	457,634,091	50,265,720	0	50,265,720	407,368,371	0	407,368,371
481.1	Commercial		230,054,841	0	230,054,841	20,785,676	0	20,785,676	209,269,165	0	209,269,165
481.2	Industrial Firm		25,522,719	0	25,522,719	2,526,557	0	2,526,557	22,996,162	0	22,996,162
481.3	Interruptible		31,481,901	0	31,481,901	763,784	0	763,784	30,718,116	0	30,718,116
481.5	Interruptible Incentive		0	0	0	0	0	0	0	0	0
495.20	Unbilled Revenue	A	0	(773,105)	(773,105)	0	(69,711)	(69,711)	0	(703,395)	(703,395)
<b>Total Sales of Gas</b>			<b>744,693,553</b>	<b>(773,105)</b>	<b>743,920,447</b>	<b>74,341,738</b>	<b>(69,711)</b>	<b>74,272,027</b>	<b>670,351,815</b>	<b>(703,395)</b>	<b>669,648,420</b>
<b>Transportation Revenue</b>											
489.12	Industrial Firm		8,497,016	0	8,497,016	977,116	0	977,116	7,519,900	0	7,519,900
489.13	Interruptible		7,643,522	0	7,643,522	872,555	0	872,555	6,770,967	0	6,770,967
489.15	Interruptible Incentive		0	0	0	0	0	0	0	0	0
489.3	Agency Fee/Balancing		653,777	0	653,777	0	0	0	653,777	0	653,777
<b>Total Transportation Revenue</b>			<b>16,794,315</b>	<b>0</b>	<b>16,794,315</b>	<b>1,849,672</b>	<b>0</b>	<b>1,849,672</b>	<b>14,944,644</b>	<b>0</b>	<b>14,944,644</b>
495.6	Rate Adjustments - Amortizations		2,425,407	0	2,425,407	(1,562,695)	0	(1,562,695)	3,988,102	0	3,988,102
<b>Miscellaneous Revenues</b>											
487	Late Payment Charge		2,300,275	0	2,300,275	107,267	0	107,267	2,193,008	0	2,193,008
488.0	Seasonal Reconnect Fee		114,580	0	114,580	0	0	0	114,580	0	114,580
488.0	Delinquent Reconnect Fee		243,950	0	243,950	9,510	0	9,510	234,440	0	234,440
488.1	Returned Check Charge		116,905	0	116,905	11,518	0	11,518	105,388	0	105,388
488.3	Recon Charge CR During Office Hours		312,980	0	312,980	18,090	0	18,090	294,890	0	294,890
488.4	Field Collection Charge		466,930	0	466,930	41,675	0	41,675	425,255	0	425,255
488.5	Recon Charge CR After Office Hours		46,280	0	46,280	43,330	0	43,330	2,950	0	2,950
488.6	Recon Charge Seas During Office Hours		18,065	0	18,065	1,300	0	1,300	16,765	0	16,765
488.7	Recon Charge Seas After Office Hours		3,830	0	3,830	3,750	0	3,750	80	0	80
488.8	Automated Payment Charge		76,875	0	76,875	9,820	0	9,820	67,055	0	67,055
493.2	Rent - Utility Property	B	0	276,445	276,445	0	17,964	17,964	0	258,481	258,481
495.1	Meter Rentals		218,357	0	218,357	21,982	0	21,982	196,375	0	196,375
495.2	Other Gas Revenue - Miscellaneous		186,226	0	186,226	5,331	0	5,331	180,895	0	180,895
<b>Total Miscellaneous Revenues</b>			<b>4,105,253</b>	<b>276,445</b>	<b>4,381,698</b>	<b>273,572</b>	<b>17,964</b>	<b>291,536</b>	<b>3,831,681</b>	<b>258,481</b>	<b>4,090,162</b>
<b>Total Operating Revenue</b>			<b>768,018,528</b>	<b>(496,660)</b>	<b>767,521,868</b>	<b>74,902,286</b>	<b>(51,747)</b>	<b>74,850,539</b>	<b>693,116,242</b>	<b>(444,913)</b>	<b>692,671,328</b>
<b>Cost of Gas</b>											
804.7	WACOG Incurred		318,836,510	0	318,836,510	30,385,088	0	30,385,088	288,451,422	0	288,451,422
805.7	WACOG Deferred		(22,191,046)	0	(22,191,046)	(2,737,521)	0	(2,737,521)	(19,453,525)	0	(19,453,525)
804.6	Demand Incurred		92,961,954	0	92,961,954	8,976,846	0	8,976,846	83,985,108	0	83,985,108
805.8	Demand Deferred		4,949,243	0	4,949,243	332,430	0	332,430	4,616,814	0	4,616,814
805.4	Amortization of Gas Costs		(8,745,565)	0	(8,745,565)	(2,137,484)	0	(2,137,484)	(6,608,081)	0	(6,608,081)
<b>Total Cost of Gas</b>			<b>385,811,096</b>	<b>0</b>	<b>385,811,096</b>	<b>34,819,359</b>	<b>0</b>	<b>34,819,359</b>	<b>350,991,737</b>	<b>0</b>	<b>350,991,737</b>
Detail	Operations & Maintenance	O&M	11,018,147	120,061,835	131,079,982	719,307	12,111,246	12,830,553	10,298,840	107,950,588	118,249,429
<b>Other Taxes</b>											
408.11	Property		20,097,542	0	20,097,542	1,458,102	0	1,458,102	18,639,440	0	18,639,440
408.12	Franchise		19,238,618	0	19,238,618	3,022,403	0	3,022,403	16,216,216	0	16,216,216
408.13	Payroll	C	0	5,351,578	5,351,578	0	563,530	563,530	0	4,788,049	4,788,049
408.14	Other		(142,343)	0	(142,343)	40,751	0	40,751	(183,094)	0	(183,094)
408.15	Regulatory		1,828,415	0	1,828,415	147,927	0	147,927	1,680,488	0	1,680,488
<b>Total Other Taxes</b>			<b>41,022,233</b>	<b>5,351,578</b>	<b>46,373,812</b>	<b>4,669,183</b>	<b>563,530</b>	<b>5,232,713</b>	<b>36,353,050</b>	<b>4,788,049</b>	<b>41,141,099</b>
403.1	Depreciation	D	0	71,229,112	71,229,112	0	7,320,051	7,320,051	0	63,909,062	63,909,062
<b>Income Taxes</b>											
409.11	Federal Income Taxes				16,202,079			3,988,240			12,213,839
410.1	Federal Income Taxes - Deferred				74,238,512			0			74,238,512
411.4	Federal Income Tax Credit				(56,902,728)			(194,116)			(56,708,612)
409.1	Oregon Income Taxes				(857,662)			0			(857,662)
410.1	Oregon Income Taxes - Deferred				9,692,628			0			9,692,628
411.1	Oregon Income Tax Credit				(1,667,850)			0			(1,667,850)
<b>Total Income Taxes</b>					<b>40,704,979</b>			<b>3,794,124</b>			<b>36,910,856</b>
<b>Total Operating Revenue Deductions</b>			<b>437,851,477</b>	<b>196,642,525</b>	<b>675,198,981</b>	<b>40,207,849</b>	<b>19,994,827</b>	<b>63,996,800</b>	<b>397,643,628</b>	<b>176,647,699</b>	<b>611,202,182</b>
<b>Net Operating Income</b>					<b>92,322,886</b>			<b>10,853,740</b>			<b>81,469,146</b>

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

**Rate Base**  
**101 Gross Plant**  
**108.1X Accumulated Depreciation**  
**Adj Working Capital Allowance**  
**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 Direct  
 O&M See O&M Detail  
 C Payroll Factor  
 D Depreciation Factor

System	System	System	Washington	Washington	Washington	Oregon	Oregon	Oregon
Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
		2,564,342,017			255,495,381			2,308,846,636
		(1,142,580,961)			(111,571,470)			(1,031,009,491)
		27,911,009			2,399,049			25,511,961
		14,103,314			1,325,357			12,777,958
		1,322,634			295,949			1,026,685
		(3,367,679)			(244,925)			(3,122,754)
		(315,070,091)			(35,421,554)			(279,648,537)
		(63,129,086)			0			(63,129,086)
		<b>1,083,531,158</b>			<b>112,277,787</b>			<b>971,253,371</b>
		8.52%			9.67%			8.39%
		100.00%			9.02%			90.98%
		100.00%			6.50%			93.50%
		100.00%			10.53%			89.47%
		100.00%			10.28%			89.72%



**NW Natural**  
**Washington Quarterly Results of Operations Report**  
**Operations and Maintenance Expense: Allocation of System Amounts**  
**For the period ended July 31, 2014**

		Month		
		<u>System</u>	<u>Washington</u>	<u>Oregon</u>
<b>Natural Gas Storage</b>				
<b>Underground Storage Expense</b>				
<b>Operation</b>				
816	Wells Expense	\$32,633	\$3,071	\$29,563
818	Compressor Station Expense	-	-	-
819	Compressor Station Fuel	0	-	0
820	Measuring and Regulator Station Expense	173,809	16,355	157,454
821	Purification Expense	-	-	-
<b>Maintenance</b>				
832	Wells Expense	17,267	1,625	15,642
<b>Total Underground Storage Expense</b>		<u>223,709</u>	<u>21,051</u>	<u>202,658</u>
<b>Other Storage Expense</b>				
<b>Operation</b>				
840	Supervision and Engineering	6,848	644	6,203
<b>Total Other Storage Expense</b>		<u>6,848</u>	<u>644</u>	<u>6,203</u>
<b>Liquified Natural Gas Expense</b>				
<b>Operation</b>				
844	Supervision and Engineering	176,526	16,611	159,915
845	LNG Fuel	(16,562)	(1,558)	(15,003)
<b>Maintenance</b>				
847	Supervision and Engineering	55,543	5,234	50,309
<b>Total Liquified Natural Gas Expense</b>		<u>215,506</u>	<u>20,286</u>	<u>195,220</u>
<b>Total Natural Gas Storage</b>		<u>446,063</u>	<u>41,982</u>	<u>404,081</u>
<b>Transmission Expense</b>				
<b>Operation</b>				
856	Mains Expense	169,520	11,698	157,822
<b>Maintenance</b>				
863	Maintenance of Mains	-	-	-
<b>Total Transmission Expense</b>		<u>169,520</u>	<u>11,698</u>	<u>157,822</u>
<b>Distribution Expense</b>				
<b>Operation</b>				
870	Supervision and Engineering	168,422	14,732	153,690
874	Mains and Services Expense	876,242	95,376	780,866
875	Measuring and Regulator Station Expense - General	23,679	2,092	21,587
877	Measuring and Regulator Station Expense - City Gate	43,081	3,526	39,555
878	Meter and House Regulator Expense	490,802	50,922	439,881
879	Customer Installation Expense	813,125	85,001	728,124
880	Other Expense	113,757	11,325	102,432
881	Rents	5,232	515	4,717

For the period ended July 31, 2014

Month

	<u>System</u>	<u>Washington</u>	<u>Oregon</u>
<b>Maintenance</b>			
885 Supervision and Engineering	630,970	10,592	620,378
887 Mains	226,132	23,090	203,041
889 Measuring and Regulator Station Expense - General	66,693	5,471	61,222
891 Measuring and Regulator Station Expense - City Gate	6,676	630	6,046
892 Services	109,210	5,226	103,984
893 Meters and House Regulators	232,400	20,316	212,083
894 Other Equipment	1,726	135	1,591
<b>Total Distribution Expense</b>	<b>3,808,146</b>	<b>328,950</b>	<b>3,479,196</b>
<b>Customer Accounts Expense</b>			
<b>Operation</b>			
901 Supervision	129,709	12,763	116,946
902 Meter Reading Expenses	63,164	6,613	56,551
903 Customer Records and Collection Expense	1,474,255	148,053	1,326,202
904 Uncollectible Accounts	40,882	4,177	36,705
<b>Total Customer Accounts Expense</b>	<b>1,708,011</b>	<b>171,606</b>	<b>1,536,404</b>
<b>Customer Service and Informational</b>			
<b>Operation</b>			
907 Supervision	201	21	180
908 Customer Assistance Expense	144,852	16,056	128,796
909 Customer Information Expense	195,576	20,731	174,845
910 Miscellaneous Customer Service Expense	14,686	1,572	13,114
<b>Total Customer Service and Informational</b>	<b>355,316</b>	<b>38,380</b>	<b>316,935</b>
<b>Sales Expense</b>			
<b>Operation</b>			
911 Supervision	13,418	1,405	12,013
912 Demonstration and Selling Expense	259,908	27,216	232,692
913 Advertising	48,113	5,100	43,013
916 Miscellaneous Sales Expense	-	-	-
<b>Total Sales Expense</b>	<b>321,439</b>	<b>33,721</b>	<b>287,717</b>
<b>Administrative and General Expense</b>			
<b>Operation</b>			
921 Office Supplies and Expense	4,255,283	445,639	3,809,644
922 Administrative Expenses Transferred - Credit	(1,484,915)	(156,806)	(1,328,109)
924 Property Insurance Premium	238,606	23,479	215,127
925 Injuries and Damages	666	66	601
926 Employee Pensions and Benefits	202,012	21,180	180,832
928 Regulatory Commission Expense	-	-	-
930 Miscellaneous General Expense	336,313	33,093	303,220
931 Rents	403,522	53,705	349,817
<b>Maintenance</b>			
935 Maintenance of General Plant	317,688	30,214	287,474
<b>Total Administrative and General Expense</b>	<b>4,269,174</b>	<b>450,569</b>	<b>3,818,605</b>
<b>Total Operations and Maintenance Expense</b>	<b>\$11,077,669</b>	<b>\$1,076,907</b>	<b>\$10,000,761</b>

NW Natural  
Rates & Regulatory Affairs  
Operations and Maintenance Expense  
State Allocation of System Amounts  
For the period ended July 31, 2014

FERC Descr	System			Washington			Oregon			Allocation Method
	Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total	
	Jul	Jul	Jul	Jul	Jul	Jul	Jul	Jul	Jul	
<b>816 Wells Expense Total</b>	0.00	32,633.32	32,633.32	0.00	3,070.79	3,070.79	0.00	29,562.53	29,562.53	<b>firm volumes Total</b>
	<b>0.00</b>	<b>32,633.32</b>	<b>32,633.32</b>	<b>0.00</b>	<b>3,070.79</b>	<b>3,070.79</b>	<b>0.00</b>	<b>29,562.53</b>	<b>29,562.53</b>	
<b>818 Compressor Station Expense Total</b>	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	<b>Firm Volumes Total</b>
	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	
<b>819 Compressor Station Fuel Total</b>	0.00	0.01	0.01	0.00	0.00	0.00	0.00	0.01	0.01	<b>Firm Volumes Total</b>
	<b>0.00</b>	<b>0.01</b>	<b>0.01</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.01</b>	<b>0.01</b>	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	<b>3-factor Total</b>
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	<b>Customers-All Total</b>
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	<b>Direct-OR Total</b>
	0.00	173,808.94	173,808.94	0.00	16,355.42	16,355.42	0.00	157,453.52	157,453.52	<b>Firm Volumes Total</b>
<b>820 Measuring and Regulator Station Expense Total</b>	<b>0.00</b>	<b>173,808.94</b>	<b>173,808.94</b>	<b>0.00</b>	<b>16,355.42</b>	<b>16,355.42</b>	<b>0.00</b>	<b>157,453.52</b>	<b>157,453.52</b>	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	<b>Firm Volumes Total</b>
<b>821 Purification Expense Total</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	
	0.00	17,266.56	17,266.56	0.00	1,624.78	1,624.78	0.00	15,641.78	15,641.78	<b>Firm Volumes Total</b>
<b>832 Wells Expense Total</b>	<b>0.00</b>	<b>17,266.56</b>	<b>17,266.56</b>	<b>0.00</b>	<b>1,624.78</b>	<b>1,624.78</b>	<b>0.00</b>	<b>15,641.78</b>	<b>15,641.78</b>	
	0.00	6,847.55	6,847.55	0.00	644.35	644.35	0.00	6,203.20	6,203.20	<b>Firm Volumes Total</b>
<b>840 Supervision and Engineering Total</b>	<b>0.00</b>	<b>6,847.55</b>	<b>6,847.55</b>	<b>0.00</b>	<b>644.35</b>	<b>644.35</b>	<b>0.00</b>	<b>6,203.20</b>	<b>6,203.20</b>	
	0.00	176,525.73	176,525.73	0.00	16,611.07	16,611.07	0.00	159,914.66	159,914.66	<b>Firm Volumes Total</b>
<b>844 Supervision and Engineering Total</b>	<b>0.00</b>	<b>176,525.73</b>	<b>176,525.73</b>	<b>0.00</b>	<b>16,611.07</b>	<b>16,611.07</b>	<b>0.00</b>	<b>159,914.66</b>	<b>159,914.66</b>	
	0.00	(16,561.79)	(16,561.79)	0.00	(1,558.46)	(1,558.46)	0.00	(15,003.33)	(15,003.33)	<b>Firm Volumes Total</b>
<b>845 LNG Fuel Total</b>	<b>0.00</b>	<b>(16,561.79)</b>	<b>(16,561.79)</b>	<b>0.00</b>	<b>(1,558.46)</b>	<b>(1,558.46)</b>	<b>0.00</b>	<b>(15,003.33)</b>	<b>(15,003.33)</b>	
	0.00	1,640.93	1,640.93	0.00	161.47	161.47	0.00	1,479.46	1,479.46	<b>3-factor Total</b>
	0.00	53,901.62	53,901.62	0.00	5,072.15	5,072.15	0.00	48,829.47	48,829.47	<b>Firm Volumes Total</b>
<b>847 Supervision and Engineering Total</b>	<b>0.00</b>	<b>55,542.55</b>	<b>55,542.55</b>	<b>0.00</b>	<b>5,233.62</b>	<b>5,233.62</b>	<b>0.00</b>	<b>50,308.93</b>	<b>50,308.93</b>	
	0.00	118,886.29	118,886.29	0.00	11,698.42	11,698.42	0.00	107,187.87	107,187.87	<b>3-factor Total</b>
	50,633.84	0.00	50,633.84	0.00	0.00	0.00	50,633.84	0.00	50,633.84	<b>Direct-OR Total</b>
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	<b>Direct-WA Total</b>
<b>856 Mains Expense Total</b>	<b>50,633.84</b>	<b>118,886.29</b>	<b>169,520.13</b>	<b>0.00</b>	<b>11,698.42</b>	<b>11,698.42</b>	<b>50,633.84</b>	<b>107,187.87</b>	<b>157,821.71</b>	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	<b>Direct-OR Total</b>
<b>863 Maintenance of Mains Total</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	
	0.00	88,644.97	88,644.97	0.00	8,341.49	8,341.49	0.00	80,303.48	80,303.48	<b>Firm Volumes Total</b>
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	<b>Sales/Sendout Volumes Total</b>
	0.00	79,776.78	79,776.78	0.00	6,390.13	6,390.13	0.00	73,386.65	73,386.65	<b>Sendout Volumes Total</b>
<b>870 Supervision and Engineering Total</b>	<b>0.00</b>	<b>168,421.75</b>	<b>168,421.75</b>	<b>0.00</b>	<b>14,731.62</b>	<b>14,731.62</b>	<b>0.00</b>	<b>153,690.13</b>	<b>153,690.13</b>	
	0.00	473,902.36	473,902.36	0.00	46,631.99	46,631.99	0.00	427,270.37	427,270.37	<b>3-factor Total</b>
	0.00	14,774.32	14,774.32	0.00	2,120.12	2,120.12	0.00	12,654.20	12,654.20	<b>Customers Port/Van Total</b>
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	<b>Customers Port/Van 80% Total</b>
	0.00	265,062.36	265,062.36	0.00	27,752.03	27,752.03	0.00	237,310.33	237,310.33	<b>Customers-All Total</b>
	103,631.09	0.00	103,631.09	0.00	0.00	0.00	103,631.09	0.00	103,631.09	<b>Direct-OR Total</b>
	18,872.03	0.00	18,872.03	18,872.03	0.00	18,872.03	0.00	0.00	0.00	<b>Direct-WA Total</b>
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	<b>sendout volumes Total</b>
<b>874 Mains and Services Expense Total</b>	<b>122,503.12</b>	<b>753,739.04</b>	<b>876,242.16</b>	<b>18,872.03</b>	<b>76,504.14</b>	<b>95,376.17</b>	<b>103,631.09</b>	<b>677,234.90</b>	<b>780,865.99</b>	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	<b>Direct-OR Total</b>
	0.00	16,588.98	16,588.98	0.00	1,328.77	1,328.77	0.00	15,260.21	15,260.21	<b>Sendout Volumes Total</b>
	0.00	7,090.36	7,090.36	0.00	763.63	763.63	0.00	6,326.73	6,326.73	<b>Telemetry Total</b>
<b>875 Measuring and Regulator Station Expense - General Total</b>	<b>0.00</b>	<b>23,679.34</b>	<b>23,679.34</b>	<b>0.00</b>	<b>2,092.40</b>	<b>2,092.40</b>	<b>0.00</b>	<b>21,586.94</b>	<b>21,586.94</b>	
	0.00	3,069.95	3,069.95	0.00	321.42	321.42	0.00	2,748.53	2,748.53	<b>Customers-All Total</b>
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	<b>Direct-OR Total</b>
	0.00	40,010.98	40,010.98	0.00	3,204.88	3,204.88	0.00	36,806.10	36,806.10	<b>Sendout Volumes Total</b>
<b>877 Measuring and Regulator Station Expense - City Gate Total</b>	<b>0.00</b>	<b>43,080.93</b>	<b>43,080.93</b>	<b>0.00</b>	<b>3,526.30</b>	<b>3,526.30</b>	<b>0.00</b>	<b>39,554.63</b>	<b>39,554.63</b>	
	0.00	2,832.20	2,832.20	0.00	278.69	278.69	0.00	2,553.51	2,553.51	<b>3-factor Total</b>
	0.00	474,711.65	474,711.65	0.00	49,702.31	49,702.31	0.00	425,009.34	425,009.34	<b>Customers-All Total</b>
	0.00	12,027.54	12,027.54	0.00	841.93	841.93	0.00	11,185.61	11,185.61	<b>Customers-Ind Total</b>
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	<b>Direct-OR Total</b>
	0.00	1,230.66	1,230.66	0.00	98.57	98.57	0.00	1,132.09	1,132.09	<b>Sendout Volumes Total</b>
<b>878 Meter and House Regulator Expense Total</b>	<b>0.00</b>	<b>490,802.05</b>	<b>490,802.05</b>	<b>0.00</b>	<b>50,921.50</b>	<b>50,921.50</b>	<b>0.00</b>	<b>439,880.55</b>	<b>439,880.55</b>	
	0.00	23,084.58	23,084.58	0.00	2,271.52	2,271.52	0.00	20,813.06	20,813.06	<b>3-factor Total</b>
	0.00	759,828.41	759,828.41	0.00	79,554.05	79,554.05	0.00	680,274.36	680,274.36	<b>Customers-All Total</b>
	0.00	8.52	8.52	0.00	0.79	0.79	0.00	7.73	7.73	<b>Customers-Comm Total</b>
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	<b>Direct-OR Total</b>
	0.00	30,203.49	30,203.49	0.00	3,174.39	3,174.39	0.00	27,029.10	27,029.10	<b>Employee Cost Total</b>
<b>879 Customer Installation Expense Total</b>	<b>0.00</b>	<b>813,125.00</b>	<b>813,125.00</b>	<b>0.00</b>	<b>85,000.75</b>	<b>85,000.75</b>	<b>0.00</b>	<b>728,124.25</b>	<b>728,124.25</b>	
	0.00	13,118.65	13,118.65	0.00	1,290.88	1,290.88	0.00	11,827.77	11,827.77	<b>3-factor Total</b>
	0.00	68,476.73	68,476.73	0.00	7,169.52	7,169.52	0.00	61,307.21	61,307.21	<b>Customers-All Total</b>
	1,348.20	0.00	1,348.20	0.00	0.00	0.00	1,348.20	0.00	1,348.20	<b>Direct-OR Total</b>
	428.61	0.00	428.61	428.61	0.00	428.61	0.00	0.00	0.00	<b>direct-wa Total</b>
	0.00	87.50	87.50	0.00	9.20	9.20	0.00	78.30	78.30	<b>Employee Cost Total</b>

For the period ended July 31, 2014

FERC Descr	System			Washington			Oregon			Allocation Method
	Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total	
	Jul	Jul	Jul	Jul	Jul	Jul	Jul	Jul	Jul	
	0.00	30,297.74	30,297.74	0.00	2,426.85	2,426.85	0.00	27,870.89	27,870.89	Sendout Volumes Total
<b>880 Other Expense Total</b>	<b>1,776.81</b>	<b>111,980.62</b>	<b>113,757.43</b>	<b>428.61</b>	<b>10,896.45</b>	<b>11,325.06</b>	<b>1,348.20</b>	<b>101,084.17</b>	<b>102,432.37</b>	
	0.00	5,231.84	5,231.84	0.00	514.82	514.82	0.00	4,717.02	4,717.02	3-factor Total
<b>881 Rents Total</b>	<b>0.00</b>	<b>5,231.84</b>	<b>5,231.84</b>	<b>0.00</b>	<b>514.82</b>	<b>514.82</b>	<b>0.00</b>	<b>4,717.02</b>	<b>4,717.02</b>	
	0.00	276,452.48	276,452.48	0.00	27,202.91	27,202.91	0.00	249,249.57	249,249.57	3-factor Total
	0.00	7,284.20	7,284.20	0.00	762.65	762.65	0.00	6,521.55	6,521.55	Customers-All Total
	364,606.40	0.00	364,606.40	0.00	0.00	0.00	364,606.40	0.00	364,606.40	Direct-OR Total
	(17,373.14)	0.00	(17,373.14)	(17,373.14)	0.00	(17,373.14)	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	sales volumes Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Sendout Volumes Total
<b>885 Supervision and Engineering Total</b>	<b>347,233.26</b>	<b>283,736.68</b>	<b>630,969.94</b>	<b>(17,373.14)</b>	<b>27,965.56</b>	<b>10,592.42</b>	<b>364,606.40</b>	<b>255,771.12</b>	<b>620,377.52</b>	
	0.00	60,441.56	60,441.56	0.00	5,947.45	5,947.45	0.00	54,494.11	54,494.11	3-factor Total
	0.00	96,676.77	96,676.77	0.00	11,098.49	11,098.49	0.00	85,578.28	85,578.28	Customers Port/Van 80% Total
	62,969.02	0.00	62,969.02	0.00	0.00	0.00	62,969.02	0.00	62,969.02	Direct-OR Total
	6,044.54	0.00	6,044.54	6,044.54	0.00	6,044.54	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
<b>887 Mains Total</b>	<b>69,013.56</b>	<b>157,118.33</b>	<b>226,131.89</b>	<b>6,044.54</b>	<b>17,045.94</b>	<b>23,090.48</b>	<b>62,969.02</b>	<b>140,072.39</b>	<b>203,041.41</b>	
	0.00	702.25	702.25	0.00	69.10	69.10	0.00	633.15	633.15	3-factor Total
	1,735.62	0.00	1,735.62	0.00	0.00	0.00	1,735.62	0.00	1,735.62	Direct-OR Total
	0.00	55,029.01	55,029.01	0.00	4,407.83	4,407.83	0.00	50,621.18	50,621.18	Sendout Volumes Total
	0.00	9,225.99	9,225.99	0.00	993.64	993.64	0.00	8,232.35	8,232.35	Telemetry Total
<b>889 Measuring and Regulator Station Expense - General Total</b>	<b>1,735.62</b>	<b>64,957.25</b>	<b>66,692.87</b>	<b>0.00</b>	<b>5,470.57</b>	<b>5,470.57</b>	<b>1,735.62</b>	<b>59,486.68</b>	<b>61,222.30</b>	
	0.00	5,212.04	5,212.04	0.00	512.86	512.86	0.00	4,699.18	4,699.18	3-factor Total
	0.00	1,463.74	1,463.74	0.00	117.25	117.25	0.00	1,346.49	1,346.49	Sendout Volumes Total
<b>891 Measuring and Regulator Station Expense - City Gate</b>	<b>0.00</b>	<b>6,675.78</b>	<b>6,675.78</b>	<b>0.00</b>	<b>630.11</b>	<b>630.11</b>	<b>0.00</b>	<b>6,045.67</b>	<b>6,045.67</b>	
	0.00	18,457.79	18,457.79	0.00	1,816.25	1,816.25	0.00	16,641.54	16,641.54	3-factor Total
	0.00	5,890.56	5,890.56	0.00	616.74	616.74	0.00	5,273.82	5,273.82	Customers-All Total
	64,467.28	0.00	64,467.28	0.00	0.00	0.00	64,467.28	0.00	64,467.28	Direct-OR Total
	1,260.26	0.00	1,260.26	1,260.26	0.00	1,260.26	0.00	0.00	0.00	Direct-WA Total
	0.00	19,133.74	19,133.74	0.00	1,532.61	1,532.61	0.00	17,601.13	17,601.13	Sendout Volumes Total
<b>892 Services Total</b>	<b>65,727.54</b>	<b>43,482.09</b>	<b>109,209.63</b>	<b>1,260.26</b>	<b>3,965.60</b>	<b>5,225.86</b>	<b>64,467.28</b>	<b>39,516.49</b>	<b>103,983.77</b>	
	0.00	196.60	196.60	0.00	19.34	19.34	0.00	177.26	177.26	3-factor Total
	0.00	99,420.61	99,420.61	0.00	10,409.33	10,409.33	0.00	89,011.28	89,011.28	Customers-All Total
	0.00	(619.13)	(619.13)	0.00	(57.39)	(57.39)	0.00	(561.74)	(561.74)	Customers-Comm Total
	0.00	28,315.35	28,315.35	0.00	1,982.07	1,982.07	0.00	26,333.28	26,333.28	Customers-Ind Total
	0.00	19,561.49	19,561.49	0.00	2,073.52	2,073.52	0.00	17,487.97	17,487.97	Customers-Res Total
	11,998.18	0.00	11,998.18	0.00	0.00	0.00	11,998.18	0.00	11,998.18	Direct-OR Total
	0.00	73,526.44	73,526.44	0.00	5,889.48	5,889.48	0.00	67,636.96	67,636.96	Sendout Volumes Total
<b>893 Meters and House Regulators Total</b>	<b>11,998.18</b>	<b>220,401.36</b>	<b>232,399.54</b>	<b>0.00</b>	<b>20,316.35</b>	<b>20,316.35</b>	<b>11,998.18</b>	<b>200,085.01</b>	<b>212,083.19</b>	
	0.00	1,376.78	1,376.78	0.00	135.48	135.48	0.00	1,241.30	1,241.30	3-factor Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers-All Total
	349.25	0.00	349.25	0.00	0.00	0.00	349.25	0.00	349.25	Direct-OR Total
<b>894 Other Equipment Total</b>	<b>349.25</b>	<b>1,376.78</b>	<b>1,726.03</b>	<b>0.00</b>	<b>135.48</b>	<b>135.48</b>	<b>349.25</b>	<b>1,241.30</b>	<b>1,590.55</b>	
	0.00	129,709.37	129,709.37	0.00	12,763.40	12,763.40	0.00	116,945.97	116,945.97	3-factor Total
<b>901 Supervision Total</b>	<b>0.00</b>	<b>129,709.37</b>	<b>129,709.37</b>	<b>0.00</b>	<b>12,763.40</b>	<b>12,763.40</b>	<b>0.00</b>	<b>116,945.97</b>	<b>116,945.97</b>	
	0.00	63,164.38	63,164.38	0.00	6,613.31	6,613.31	0.00	56,551.07	56,551.07	Customers-All Total
<b>902 Meter Reading Expenses Total</b>	<b>0.00</b>	<b>63,164.38</b>	<b>63,164.38</b>	<b>0.00</b>	<b>6,613.31</b>	<b>6,613.31</b>	<b>0.00</b>	<b>56,551.07</b>	<b>56,551.07</b>	
	0.00	899,889.39	899,889.39	0.00	88,549.11	88,549.11	0.00	811,340.28	811,340.28	3-factor Total
	0.00	159,131.72	159,131.72	0.00	16,661.09	16,661.09	0.00	142,470.63	142,470.63	Customers-All Total
	0.00	34,118.66	34,118.66	0.00	2,388.31	2,388.31	0.00	31,730.35	31,730.35	Customers-Ind Total
	0.00	381,052.34	381,052.34	0.00	40,391.55	40,391.55	0.00	340,660.79	340,660.79	Customers-Res Total
	63.00	0.00	63.00	63.00	0.00	63.00	0.00	0.00	0.00	Direct-WA Total
<b>903 Customer Records and Collection Expense Total</b>	<b>63.00</b>	<b>1,474,192.11</b>	<b>1,474,255.11</b>	<b>63.00</b>	<b>147,990.06</b>	<b>148,053.06</b>	<b>0.00</b>	<b>1,326,202.05</b>	<b>1,326,202.05</b>	
	0.00	(7,634.00)	(7,634.00)	0.00	(799.28)	(799.28)	0.00	(6,834.72)	(6,834.72)	Customers-All Total
	0.00	5,343.57	5,343.57	0.00	495.35	495.35	0.00	4,848.22	4,848.22	Customers-Comm Total
	0.00	2,656.49	2,656.49	0.00	185.96	185.96	0.00	2,470.53	2,470.53	Customers-Ind Total
	0.00	40,515.84	40,515.84	0.00	4,294.68	4,294.68	0.00	36,221.16	36,221.16	Customers-Res Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
<b>904 Uncollectible Accounts Total</b>	<b>0.00</b>	<b>40,881.90</b>	<b>40,881.90</b>	<b>0.00</b>	<b>4,176.71</b>	<b>4,176.71</b>	<b>0.00</b>	<b>36,705.19</b>	<b>36,705.19</b>	
	0.00	201.34	201.34	0.00	21.34	21.34	0.00	180.00	180.00	Customers-Res Total
<b>907 Supervision Total</b>	<b>0.00</b>	<b>201.34</b>	<b>201.34</b>	<b>0.00</b>	<b>21.34</b>	<b>21.34</b>	<b>0.00</b>	<b>180.00</b>	<b>180.00</b>	

For the period ended July 31, 2014

FERC Descr	System			Washington			Oregon			Allocation Method
	Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total	
	Jul	Jul	Jul	Jul	Jul	Jul	Jul	Jul	Jul	
	0.00	13,612.39	13,612.39	0.00	1,339.46	1,339.46	0.00	12,272.93	12,272.93	3-factor Total
	0.00	56,211.06	56,211.06	0.00	5,885.29	5,885.29	0.00	50,325.77	50,325.77	Customers-All Total
	0.00	1,256.08	1,256.08	0.00	116.44	116.44	0.00	1,139.64	1,139.64	Customers-Comm Total
	0.00	62,266.03	62,266.03	0.00	4,358.62	4,358.62	0.00	57,907.41	57,907.41	Customers-Ind Total
	0.00	9,688.14	9,688.14	0.00	1,026.93	1,026.93	0.00	8,661.21	8,661.21	Customers-Res Total
	(1,510.62)	0.00	(1,510.62)	0.00	0.00	0.00	(1,510.62)	0.00	(1,510.62)	Direct-OR Total
	3,329.41	0.00	3,329.41	3,329.41	0.00	3,329.41	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	sales volumes Total
<b>908 Customer Assistance Expense Total</b>	<b>1,818.79</b>	<b>143,033.70</b>	<b>144,852.49</b>	<b>3,329.41</b>	<b>12,726.74</b>	<b>16,056.15</b>	<b>(1,510.62)</b>	<b>130,306.96</b>	<b>128,796.34</b>	
	0.00	195,575.66	195,575.66	0.00	20,731.02	20,731.02	0.00	174,844.64	174,844.64	Customers-Res Total
<b>909 Customer Information Expense Total</b>	<b>0.00</b>	<b>195,575.66</b>	<b>195,575.66</b>	<b>0.00</b>	<b>20,731.02</b>	<b>20,731.02</b>	<b>0.00</b>	<b>174,844.64</b>	<b>174,844.64</b>	
	0.00	(2,000.00)	(2,000.00)	0.00	(196.80)	(196.80)	0.00	(1,803.20)	(1,803.20)	3-factor Total
	0.00	6.25	6.25	0.00	0.65	0.65	0.00	5.60	5.60	Customers-All Total
	0.00	16,679.89	16,679.89	0.00	1,768.07	1,768.07	0.00	14,911.82	14,911.82	Customers-Res Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
<b>910 Miscellaneous Customer Service Expense Total</b>	<b>0.00</b>	<b>14,686.14</b>	<b>14,686.14</b>	<b>0.00</b>	<b>1,571.92</b>	<b>1,571.92</b>	<b>0.00</b>	<b>13,114.22</b>	<b>13,114.22</b>	
	0.00	13,417.67	13,417.67	0.00	1,404.83	1,404.83	0.00	12,012.84	12,012.84	Customers-All Total
<b>911 Supervision Total</b>	<b>0.00</b>	<b>13,417.67</b>	<b>13,417.67</b>	<b>0.00</b>	<b>1,404.83</b>	<b>1,404.83</b>	<b>0.00</b>	<b>12,012.84</b>	<b>12,012.84</b>	
	0.00	1,760.11	1,760.11	0.00	173.20	173.20	0.00	1,586.91	1,586.91	3-factor Total
	0.00	229,231.89	229,231.89	0.00	24,000.58	24,000.58	0.00	205,231.31	205,231.31	Customers-All Total
	0.00	1,685.03	1,685.03	0.00	156.20	156.20	0.00	1,528.83	1,528.83	Customers-Comm Total
	0.00	27,231.06	27,231.06	0.00	2,886.48	2,886.48	0.00	24,344.58	24,344.58	Customers-Res Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers-The Dalles Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
<b>912 Demonstration and Selling Expense Total</b>	<b>0.00</b>	<b>259,908.09</b>	<b>259,908.09</b>	<b>0.00</b>	<b>27,216.46</b>	<b>27,216.46</b>	<b>0.00</b>	<b>232,691.63</b>	<b>232,691.63</b>	
	0.00	48,112.85	48,112.85	0.00	5,099.97	5,099.97	0.00	43,012.88	43,012.88	Customers-Res Total
<b>913 Advertising Total</b>	<b>0.00</b>	<b>48,112.85</b>	<b>48,112.85</b>	<b>0.00</b>	<b>5,099.97</b>	<b>5,099.97</b>	<b>0.00</b>	<b>43,012.88</b>	<b>43,012.88</b>	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers-Res Total
<b>916 Miscellaneous Sales Expense Total</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	
	0.00	3,772,949.54	3,772,949.54	0.00	371,258.30	371,258.30	0.00	3,401,691.24	3,401,691.24	3-factor Total
	0.00	4,466.40	4,466.40	0.00	467.63	467.63	0.00	3,998.77	3,998.77	Customers-All Total
	0.00	1,025.45	1,025.45	0.00	71.78	71.78	0.00	953.67	953.67	Customers-Ind Total
	0.00	11,253.91	11,253.91	0.00	1,192.91	1,192.91	0.00	10,061.00	10,061.00	Customers-Res Total
	81,734.76	0.00	81,734.76	0.00	0.00	0.00	81,734.76	0.00	81,734.76	Direct-OR Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-WA Total
	0.00	217,203.16	217,203.16	0.00	22,828.04	22,828.04	0.00	194,375.12	194,375.12	Employee Cost Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Firm Volumes Total
	0.00	165,855.03	165,855.03	0.00	49,756.51	49,756.51	0.00	116,098.52	116,098.52	regulatory Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Sales /Sendout Volumes Total
	0.00	794.32	794.32	0.00	63.63	63.63	0.00	730.69	730.69	Sendout Volumes Total
<b>921 Office Supplies and Expense Total</b>	<b>81,734.76</b>	<b>4,173,547.81</b>	<b>4,255,282.57</b>	<b>0.00</b>	<b>445,638.80</b>	<b>445,638.80</b>	<b>81,734.76</b>	<b>3,727,909.01</b>	<b>3,809,643.77</b>	
	0.00	(1,059,355.66)	(1,059,355.66)	0.00	(112,079.83)	(112,079.83)	0.00	(947,275.83)	(947,275.83)	Admin Tran Total
	0.00	(425,559.48)	(425,559.48)	0.00	(44,726.30)	(44,726.30)	0.00	(380,833.18)	(380,833.18)	Employee Cost Total
<b>922 Administrative Expenses Transferred - Credit Total</b>	<b>0.00</b>	<b>(1,484,915.14)</b>	<b>(1,484,915.14)</b>	<b>0.00</b>	<b>(156,806.13)</b>	<b>(156,806.13)</b>	<b>0.00</b>	<b>(1,328,109.01)</b>	<b>(1,328,109.01)</b>	
	0.00	238,605.96	238,605.96	0.00	23,478.83	23,478.83	0.00	215,127.13	215,127.13	3-factor Total
<b>924 Property Insurance Premium Total</b>	<b>0.00</b>	<b>238,605.96</b>	<b>238,605.96</b>	<b>0.00</b>	<b>23,478.83</b>	<b>23,478.83</b>	<b>0.00</b>	<b>215,127.13</b>	<b>215,127.13</b>	
	0.00	666.17	666.17	0.00	65.55	65.55	0.00	600.62	600.62	3-factor Total
<b>925 Injuries and Damages Total</b>	<b>0.00</b>	<b>666.17</b>	<b>666.17</b>	<b>0.00</b>	<b>65.55</b>	<b>65.55</b>	<b>0.00</b>	<b>600.62</b>	<b>600.62</b>	
	492.00	0.00	492.00	0.00	0.00	0.00	492.00	0.00	492.00	Direct-OR Total
	0.00	201,519.85	201,519.85	0.00	21,179.74	21,179.74	0.00	180,340.11	180,340.11	Employee Cost Total
<b>926 Employee Pensions and Benefits Total</b>	<b>492.00</b>	<b>201,519.85</b>	<b>202,011.85</b>	<b>0.00</b>	<b>21,179.74</b>	<b>21,179.74</b>	<b>492.00</b>	<b>180,340.11</b>	<b>180,832.11</b>	
	0.00	336,313.33	336,313.33	0.00	33,093.24	33,093.24	0.00	303,220.09	303,220.09	3-factor Total
<b>930 Miscellaneous General Expense Total</b>	<b>0.00</b>	<b>336,313.33</b>	<b>336,313.33</b>	<b>0.00</b>	<b>33,093.24</b>	<b>33,093.24</b>	<b>0.00</b>	<b>303,220.09</b>	<b>303,220.09</b>	
	0.00	381,545.04	381,545.04	0.00	37,544.03	37,544.03	0.00	344,001.01	344,001.01	3-factor Total
	0.00	2,040.00	2,040.00	0.00	213.59	213.59	0.00	1,826.41	1,826.41	Customers-All Total
	3,989.18	0.00	3,989.18	0.00	0.00	0.00	3,989.18	0.00	3,989.18	Direct-OR Total
	15,947.73	0.00	15,947.73	15,947.73	0.00	15,947.73	0.00	0.00	0.00	Direct-WA Total
<b>931 Rents Total</b>	<b>19,936.91</b>	<b>383,585.04</b>	<b>403,521.95</b>	<b>15,947.73</b>	<b>37,757.62</b>	<b>53,705.35</b>	<b>3,989.18</b>	<b>345,827.42</b>	<b>349,816.60</b>	
	0.00	255,144.77	255,144.77	0.00	25,106.25	25,106.25	0.00	230,038.52	230,038.52	3-factor Total
	0.00	2,259.88	2,259.88	0.00	324.29	324.29	0.00	1,935.59	1,935.59	Customers port/van Total
	0.00	9,987.46	9,987.46	0.00	1,045.69	1,045.69	0.00	8,941.77	8,941.77	Customers-All Total
	0.00	916.34	916.34	0.00	233.30	233.30	0.00	683.04	683.04	Customers-The Dalles Total
	43,079.45	0.00	43,079.45	0.00	0.00	0.00	43,079.45	0.00	43,079.45	Direct-OR Total
	3,195.38	0.00	3,195.38	3,195.38	0.00	3,195.38	0.00	0.00	0.00	Direct-WA Total
	0.00	1,402.58	1,402.58	0.00	147.41	147.41	0.00	1,255.17	1,255.17	Employee Cost Total
	0.00	326.32	326.32	0.00	30.71	30.71	0.00	295.61	295.61	Firm Volumes Total
	0.00	1,375.50	1,375.50	0.00	130.67	130.67	0.00	1,244.83	1,244.83	sales volumes Total
<b>935 Maintenance of General Plant Total</b>	<b>46,274.83</b>	<b>271,412.85</b>	<b>317,687.68</b>	<b>3,195.38</b>	<b>27,018.32</b>	<b>30,213.70</b>	<b>43,079.45</b>	<b>244,394.53</b>	<b>287,473.98</b>	
<b>Grand Total</b>	<b>821,291.47</b>	<b>10,256,377.08</b>	<b>11,077,668.55</b>	<b>31,767.82</b>	<b>1,045,139.31</b>	<b>1,076,907.13</b>	<b>789,523.65</b>	<b>9,211,237.77</b>	<b>10,000,761.42</b>	

# **Aug 2014 Activity**

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

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

**August 2014**

<b>System</b>	<b>System</b>	<b>System</b>	<b>Washington</b>	<b>Washington</b>	<b>Washington</b>	<b>Oregon</b>	<b>Oregon</b>	<b>Oregon</b>
Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
		(74,097)			(80,761)			6,664
		1,123,154,285			114,480,413			1,008,673,872
		-0.01%			-0.07%			0.00%

NW Natural  
Washington Quarterly Results of Operations Report

August 2014

			System	System	System	Washington	Washington	Washington	Oregon	Oregon	Oregon
			Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
Monthly Summary	Acct	Description	Alloc. Ref.								
<b>Sales of Gas</b>											
480.1	Residential	13,113,857		13,113,857	1,492,733		1,492,733	11,621,123			11,621,123
481.1	Commercial	8,188,776		8,188,776	722,625		722,625	7,466,151			7,466,151
481.2	Industrial Firm	1,736,779		1,736,779	125,961		125,961	1,610,818			1,610,818
481.3	Interruptible	2,056,346		2,056,346	48,013		48,013	2,008,334			2,008,334
481.5	Interruptible Incentive	0		0	0		0	0			0
495.20	Unbilled Revenue		A	515,357	515,357		33,811	33,811		481,546	481,546
	<b>Total Sales of Gas</b>	25,095,758		515,357	25,611,115	2,389,332	33,811	2,423,143	22,706,426	481,546	23,187,971
<b>Transportation Revenue</b>											
489.12	Industrial Firm	663,409		663,409	77,715		77,715	585,694			585,694
489.13	Interruptible	623,062		623,062	75,618		75,618	547,444			547,444
489.15	Interruptible Incentive	0		0	0		0	0			0
489.3	Agency Fee/Balancing	11		11	0		0	11			11
	<b>Total Transportation Revenue</b>	1,286,482	0	1,286,482	153,333	0	153,333	1,133,149	0		1,133,149
495.6	Rate Adjustments - Amortizations	898,424		898,424	(39,597)		(39,597)	938,021			938,021
<b>Miscellaneous Revenues</b>											
487	Late Payment Charge	97,164		97,164	3,673		3,673	93,490			93,490
488.0	Seasonal Reconnect Fee	1,000		1,000	0		0	1,000			1,000
488.0	Delinquent Reconnect Fee	9,950		9,950	50		50	9,900			9,900
488.1	Returned Check Charge	8,220		8,220	885		885	7,335			7,335
488.3	Recon Charge CR During Office Hours	18,705		18,705	1,275		1,275	17,430			17,430
488.4	Field Collection Charge	31,880		31,880	3,360		3,360	28,520			28,520
488.5	Recon Charge CR After Office Hours	2,500		2,500	2,500		2,500	0			0
488.6	Recon Charge Seas During Office Hours	555		555	75		75	480			480
488.7	Recon Charge Seas After Office Hours	50		50	50		50	0			0
488.8	Automated Payment Charge	4,480		4,480	708		708	3,773			3,773
493.2	Rent - Utility Property		B	22,750	22,750		1,508	1,508	21,242		21,242
495.1	Meter Rentals	17,351		17,351	1,694		1,694	15,657			15,657
495.2	Other Gas Revenue - Miscellaneous	3,804		3,804	733		733	3,071			3,071
	<b>Total Miscellaneous Revenues</b>	195,659	22,750	218,409	15,003	1,508	16,511	180,656	21,242		201,898
	<b>Total Operating Revenue</b>	27,476,324	538,106	28,014,430	2,518,072	35,319	2,553,390	24,958,252	502,788		25,461,040
<b>Cost of Gas</b>											
804.7	WACOG Incurred	9,395,339		9,395,339	793,081		793,081	8,602,258			8,602,258
805.7	WACOG Deferred	(1,270,474)		(1,270,474)	(49,866)		(49,866)	(1,220,608)			(1,220,608)
804.6	Demand Incurred	7,486,106		7,486,106	730,057		730,057	6,756,049			6,756,049
805.8	Demand Deferred	(4,801,786)		(4,801,786)	(499,025)		(499,025)	(4,302,762)			(4,302,762)
805.4	Amortization of Gas Costs	(233,362)		(233,362)	(55,865)		(55,865)	(177,497)			(177,497)
	<b>Total Cost of Gas</b>	10,575,822	0	10,575,822	918,382	0	918,382	9,657,440	0		9,657,440
Detail	Operations & Maintenance	1,312,360	O&M	9,555,905	10,868,266	69,063	975,003	1,044,066	1,243,298	8,580,902	9,824,200
<b>Other Taxes</b>											
408.11	Property	1,801,876		1,801,876	144,603		144,603	1,657,273			1,657,273
408.12	Franchise	726,894		726,894	97,297		97,297	629,597			629,597
408.13	Payroll		C	393,140	393,140		41,948	41,948	351,192		351,192
408.14	Other	(10,500)		(10,500)	1,800		1,800	(12,300)			(12,300)
408.15	Regulatory	0		0	0		0	0			0
	<b>Total Other Taxes</b>	2,518,271	393,140	2,911,411	243,700	41,948	285,648	2,274,571	351,192		2,625,763
403.1	Depreciation		D	6,079,370	6,079,370		620,886	620,886		5,458,484	5,458,484
<b>Income Taxes</b>											
409.11	Federal Income Taxes			0			(207,125)				207,125
410.1	Federal Income Taxes - Deferred			0			0				0
411.4	Federal Income Tax Credit			(1,938,199)			(27,705)				(1,910,494)
409.1	Oregon Income Taxes			0			0				0
410.1	Oregon Income Taxes - Deferred			(233,769)			0				(233,769)
411.1	Oregon Income Tax Credit			(174,373)			0				(174,373)
	<b>Total Income Taxes</b>			(2,346,341)			(234,830)				(2,111,511)
	<b>Total Operating Revenue Deductions</b>	14,406,453	16,028,415	28,088,527	1,231,145	1,637,837	2,634,152	13,175,308	14,390,578		25,454,376
	<b>Net Operating Income</b>			(74,097)			(80,761)				6,664



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

	<b>System</b>	<b>System</b>	<b>System</b>	<b>Washington</b>	<b>Washington</b>	<b>Washington</b>	<b>Oregon</b>	<b>Oregon</b>	<b>Oregon</b>
	Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
<b>Rate Base</b>									
<b>101</b>									
			2,624,894,928			261,039,093			2,363,855,834
<b>108.1X</b>			(1,174,396,659)			(116,029,564)			(1,058,367,096)
<b>ADJ</b>			29,230,767			2,393,274			26,837,492
<b>117.X</b>			14,053,248			1,322,411			12,730,837
<b>186.XX</b>			1,200,620			272,568			928,052
<b>252.XX</b>			(3,571,377)			(277,009)			(3,294,368)
<b>283.XX</b>			(306,281,184)			(34,240,361)			(272,040,823)
<b>283.XX</b>			(61,976,056)			0			(61,976,056)
<b>Total Rate Base</b>			<b>1,123,154,285</b>			<b>114,480,413</b>			<b>1,008,673,872</b>
<b>Rate Of Return on Rate Base</b>			<b>-0.01%</b>			<b>-0.07%</b>			<b>0.00%</b>
<b>Allocation References:</b>									
A	Unbilled Revenue		100.00%			6.56%			93.44%
B	Follows plant split		100.00%			10.44%			89.56%
O&M	See OO&M Detail								
C	Payroll Factor		100.00%			10.67%			89.33%
D	Depreciation Factor		100.00%			10.21%			89.79%

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

**Summary**

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

<b>August 2014</b>								
<b>System</b>	<b>System</b>	<b>System</b>	<b>Washington</b>	<b>Washington</b>	<b>Washington</b>	<b>Oregon</b>	<b>Oregon</b>	<b>Oregon</b>
Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
		92,506,444			10,843,152			81,663,293
		1,089,490,134			112,487,434			977,002,700
		8.49%			9.64%			8.36%

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

			System	System	System	Washington	Washington	Washington	Oregon	Oregon	Oregon
			Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
<b>Acct</b>	<b>Description</b>	<b>Alloc. Ref.</b>									
	<b>Sales of Gas</b>										
480.1	Residential		457,489,114	0	457,489,114	50,278,489	0	50,278,489	407,210,625	0	407,210,625
481.1	Commercial		230,280,142	0	230,280,142	20,786,128	0	20,786,128	209,494,014	0	209,494,014
481.2	Industrial Firm		25,611,202	0	25,611,202	2,499,177	0	2,499,177	23,112,025	0	23,112,025
481.3	Interruptible		31,670,801	0	31,670,801	758,092	0	758,092	30,912,708	0	30,912,708
481.5	Interruptible Incentive		0	0	0	0	0	0	0	0	0
495.20	Unbilled Revenue	A	0	158,411	158,411	0	35,314	35,314	0	123,096	123,096
	<b>Total Sales of Gas</b>		745,051,258	158,411	745,209,669	74,321,886	35,314	74,357,201	670,729,372	123,096	670,852,468
	<b>Transportation Revenue</b>										
489.12	Industrial Firm		8,544,836	0	8,544,836	982,121	0	982,121	7,562,715	0	7,562,715
489.13	Interruptible		7,596,409	0	7,596,409	865,527	0	865,527	6,730,882	0	6,730,882
489.15	Interruptible Incentive		0	0	0	0	0	0	0	0	0
489.3	Agency Fee/Balancing		645,586	0	645,586	0	0	0	645,586	0	645,586
	<b>Total Transportation Revenue</b>		16,786,831	0	16,786,831	1,847,648	0	1,847,648	14,939,183	0	14,939,183
495.6	Rate Adjustments - Amortizations		2,559,137	0	2,559,137	(1,566,934)	0	(1,566,934)	4,126,071	0	4,126,071
	<b>Miscellaneous Revenues</b>										
487	Late Payment Charge		2,298,578	0	2,298,578	106,295	0	106,295	2,192,283	0	2,192,283
488.0	Seasonal Reconnect Fee		101,080	0	101,080	0	0	0	101,080	0	101,080
488.0	Delinquent Reconnect Fee		253,100	0	253,100	9,460	0	9,460	243,640	0	243,640
488.1	Returned Check Charge		117,115	0	117,115	11,458	0	11,458	105,658	0	105,658
488.3	Recon Charge CR During Office Hours		310,135	0	310,135	17,715	0	17,715	292,420	0	292,420
488.4	Field Collection Charge		464,590	0	464,590	41,995	0	41,995	422,595	0	422,595
488.5	Recon Charge CR After Office Hours		46,270	0	46,270	43,480	0	43,480	2,790	0	2,790
488.6	Recon Charge Seas During Office Hours		17,825	0	17,825	1,240	0	1,240	16,585	0	16,585
488.7	Recon Charge Seas After Office Hours		3,780	0	3,780	3,700	0	3,700	80	0	80
488.8	Automated Payment Charge		75,863	0	75,863	9,800	0	9,800	66,063	0	66,063
493.2	Rent - Utility Property	B	0	276,076	276,076	0	17,881	17,881	0	258,195	258,195
495.1	Meter Rentals		216,503	0	216,503	21,767	0	21,767	194,736	0	194,736
495.2	Other Gas Revenue - Miscellaneous		185,823	0	185,823	5,778	0	5,778	180,045	0	180,045
	<b>Total Miscellaneous Revenues</b>		4,090,662	276,076	4,366,737	272,687	17,881	290,568	3,817,974	258,195	4,076,169
	<b>Total Operating Revenue</b>		768,487,888	434,487	768,922,375	74,875,287	53,196	74,928,483	693,612,601	381,291	693,993,892
	<b>Cost of Gas</b>										
804.7	WACOG Incurred		319,825,495	0	319,825,495	30,439,550	0	30,439,550	289,385,945	0	289,385,945
805.7	WACOG Deferred		(22,882,762)	0	(22,882,762)	(2,773,873)	0	(2,773,873)	(20,108,889)	0	(20,108,889)
804.6	Demand Incurred		92,630,679	0	92,630,679	8,965,359	0	8,965,359	83,665,320	0	83,665,320
805.8	Demand Deferred		5,419,605	0	5,419,605	350,022	0	350,022	5,069,583	0	5,069,583
805.4	Amortization of Gas Costs		(8,653,658)	0	(8,653,658)	(2,128,349)	0	(2,128,349)	(6,525,308)	0	(6,525,308)
	<b>Total Cost of Gas</b>		386,339,359	0	386,339,359	34,852,709	0	34,852,709	351,486,650	0	351,486,650
<b>Detail</b>	<b>Operations &amp; Maintenance</b>	O&M	10,968,656	120,706,176	131,674,832	734,497	12,212,506	12,947,003	10,234,159	108,493,670	118,727,829
	<b>Other Taxes</b>										
408.11	Property		20,171,114	0	20,171,114	1,435,177	0	1,435,177	18,735,937	0	18,735,937
408.12	Franchise		19,250,680	0	19,250,680	3,019,944	0	3,019,944	16,230,737	0	16,230,737
408.13	Payroll	C	0	5,360,058	5,360,058	0	565,665	565,665	0	4,794,393	4,794,393
408.14	Other		(145,075)	0	(145,075)	40,883	0	40,883	(185,959)	0	(185,959)
408.15	Regulatory		1,828,415	0	1,828,415	147,927	0	147,927	1,680,488	0	1,680,488
	<b>Total Other Taxes</b>		41,105,135	5,360,058	46,465,193	4,643,931	565,665	5,209,597	36,461,203	4,794,393	41,255,596
403.1	Depreciation	D	0	71,492,615	71,492,615	0	7,337,889	7,337,889	0	64,154,726	64,154,726
	<b>Income Taxes</b>										
409.11	Federal Income Taxes				16,202,079			3,959,918			12,242,161
410.1	Federal Income Taxes - Deferred				74,214,393			0			74,214,393
411.4	Federal Income Tax Credit				(57,125,872)			(221,785)			(56,904,087)
409.1	Oregon Income Taxes				(846,911)			0			(846,911)
410.1	Oregon Income Taxes - Deferred				9,592,887			0			9,592,887
411.1	Oregon Income Tax Credit				(1,592,645)			0			(1,592,645)
	<b>Total Income Taxes</b>				40,443,931			3,738,133			36,705,798
	<b>Total Operating Revenue Deductions</b>		438,413,149	197,558,850	635,972,000	40,231,137	20,116,061	64,085,331	398,182,012	177,442,789	612,330,599
	<b>Net Operating Income</b>				92,506,444			10,843,152			81,663,293

**NW Natural  
Washington Results of Operations**

12 Month Ended Reports

Rate Base  
**101** Gross Plant  
**108.1X** Accumulated Depreciation  
 Adj Working Capital Allowance  
**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 Direct  
 O&M See O&M Detail  
 C Payroll Factor  
 D Depreciation Factor

System		System	Washington	Washington	Washington	Oregon	Oregon	Oregon
Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
		2,577,887,111			256,701,197			2,321,185,915
		(1,147,303,916)			(112,310,720)			(1,034,993,196)
		24,994,952			2,093,239			22,901,713
		14,104,693			1,325,837			12,778,856
		1,306,228			292,582			1,013,646
		(3,369,781)			(247,891)			(3,121,891)
		(314,947,948)			(35,366,810)			(279,581,138)
		(63,181,204)			0			(63,181,204)
		<b>1,089,490,134</b>			<b>112,487,434</b>			<b>977,002,700</b>
		8.49%			9.64%			8.36%
		100.00%			22.29%			77.71%
		100.00%			6.48%			93.52%
		100.00%			10.55%			89.45%
		100.00%			10.26%			89.74%

**NW Natural**  
**Washington Quarterly Results of Operations Report**  
**Operations and Maintenance Expense: Allocation of System Amounts**  
**For the period ended August 31, 2014**

Month

	<u>System</u>	<u>Washington</u>	<u>Oregon</u>
<b>Natural Gas Storage</b>			
<b>Underground Storage Expense</b>			
<b>Operation</b>			
816 Wells Expense	\$14,403	\$1,355	\$13,048
818 Compressor Station Expense	113	11	102
819 Compressor Station Fuel	0	-	0
820 Measuring and Regulator Station Expense	111,512	10,501	101,011
821 Purification Expense	(102)	(10)	(92)
<b>Maintenance</b>			
832 Wells Expense	15,797	1,487	14,311
<b>Total Underground Storage Expense</b>	<u>141,723</u>	<u>13,344</u>	<u>128,379</u>
<b>Other Storage Expense</b>			
<b>Operation</b>			
840 Supervision and Engineering	9,457	890	8,567
<b>Total Other Storage Expense</b>	<u>9,457</u>	<u>890</u>	<u>8,567</u>
<b>Liquified Natural Gas Expense</b>			
<b>Operation</b>			
844 Supervision and Engineering	171,863	16,172	155,691
845 LNG Fuel	(29,550)	(2,781)	(26,769)
<b>Maintenance</b>			
847 Supervision and Engineering	50,462	4,748	45,713
<b>Total Liquified Natural Gas Expense</b>	<u>192,775</u>	<u>18,140</u>	<u>174,635</u>
<b>Total Natural Gas Storage</b>	<u>343,956</u>	<u>32,374</u>	<u>311,581</u>
<b>Transmission Expense</b>			
<b>Operation</b>			
856 Mains Expense	269,489	17,768	251,721
<b>Maintenance</b>			
863 Maintenance of Mains	438	-	438
<b>Total Transmission Expense</b>	<u>269,927</u>	<u>17,768</u>	<u>252,159</u>
<b>Distribution Expense</b>			
<b>Operation</b>			
870 Supervision and Engineering	190,131	16,650	173,481
874 Mains and Services Expense	838,954	100,875	738,079
875 Measuring and Regulator Station Expense - General	17,684	1,576	16,108
877 Measuring and Regulator Station Expense - City Gate	40,284	3,290	36,994
878 Meter and House Regulator Expense	499,027	51,970	447,057
879 Customer Installation Expense	771,489	80,548	690,942
880 Other Expense	99,596	9,375	90,221
881 Rents	20,108	1,979	18,130

For the period ended August 31, 2014

Month

	<u>System</u>	<u>Washington</u>	<u>Oregon</u>
<b>Maintenance</b>			
885 Supervision and Engineering	947,410	30,241	917,168
887 Mains	265,602	30,295	235,307
889 Measuring and Regulator Station Expense - General	87,277	7,166	80,111
891 Measuring and Regulator Station Expense - City Gate	5,891	473	5,418
892 Services	86,335	5,507	80,828
893 Meters and House Regulators	260,553	23,254	237,299
894 Other Equipment	1,268	115	1,153
<b>Total Distribution Expense</b>	<b>4,131,608</b>	<b>363,314</b>	<b>3,768,295</b>
<b>Customer Accounts Expense</b>			
<b>Operation</b>			
901 Supervision	122,372	12,041	110,330
902 Meter Reading Expenses	62,669	6,561	56,108
903 Customer Records and Collection Expense	1,382,295	138,989	1,243,306
904 Uncollectible Accounts	43,839	4,493	39,346
<b>Total Customer Accounts Expense</b>	<b>1,611,175</b>	<b>162,084</b>	<b>1,449,090</b>
<b>Customer Service and Informational</b>			
<b>Operation</b>			
907 Supervision	274	29	245
908 Customer Assistance Expense	169,189	18,952	150,237
909 Customer Information Expense	204,899	21,719	183,180
910 Miscellaneous Customer Service Expense	14,932	1,582	13,351
<b>Total Customer Service and Informational</b>	<b>389,295</b>	<b>42,282</b>	<b>347,013</b>
<b>Sales Expense</b>			
<b>Operation</b>			
911 Supervision	13,438	1,407	12,031
912 Demonstration and Selling Expense	203,060	21,267	181,792
913 Advertising	85,783	9,093	76,690
916 Miscellaneous Sales Expense	-	-	-
<b>Total Sales Expense</b>	<b>302,280</b>	<b>31,767</b>	<b>270,513</b>
<b>Administrative and General Expense</b>			
<b>Operation</b>			
921 Office Supplies and Expense	3,986,005	406,061	3,579,945
922 Administrative Expenses Transferred - Credit	(1,413,433)	(149,266)	(1,264,167)
924 Property Insurance Premium	193,770	19,067	174,703
925 Injuries and Damages	643	63	580
926 Employee Pensions and Benefits	220,788	23,153	197,635
928 Regulatory Commission Expense	-	-	-
930 Miscellaneous General Expense	109,622	10,787	98,836
931 Rents	403,750	53,933	349,817
<b>Maintenance</b>			
935 Maintenance of General Plant	318,880	30,679	288,200
<b>Total Administrative and General Expense</b>	<b>3,820,026</b>	<b>394,477</b>	<b>3,425,548</b>
<b>Total Operations and Maintenance Expense</b>	<b>\$10,868,266</b>	<b>\$1,044,066</b>	<b>\$9,824,199</b>

NW Natural  
Rates & Regulatory Affairs  
Operations and Maintenance Expense  
State Allocation of System Amounts  
For the period ended August 31, 2014

FERC Descr	System			Washington			Oregon			Allocation Method
	Direct Aug	Allocated Aug	Total Aug	Direct Aug	Allocated Aug	Total Aug	Direct Aug	Allocated Aug	Total Aug	
<b>816 Wells Expense Total</b>	0.00	14,402.82	14,402.82	0.00	1,355.30	1,355.30	0.00	13,047.52	13,047.52	Firm volumes Total
	0.00	<b>14,402.82</b>	<b>14,402.82</b>	0.00	<b>1,355.30</b>	<b>1,355.30</b>	0.00	<b>13,047.52</b>	<b>13,047.52</b>	
<b>818 Compressor Station Expense Total</b>	0.00	112.58	112.58	0.00	10.59	10.59	0.00	101.99	101.99	Firm Volumes Total
	0.00	<b>112.58</b>	<b>112.58</b>	0.00	<b>10.59</b>	<b>10.59</b>	0.00	<b>101.99</b>	<b>101.99</b>	
<b>819 Compressor Station Fuel Total</b>	0.00	0.01	0.01	0.00	0.00	0.00	0.00	0.01	0.01	Firm Volumes Total
	0.00	<b>0.01</b>	<b>0.01</b>	0.00	<b>0.00</b>	<b>0.00</b>	0.00	<b>0.01</b>	<b>0.01</b>	
	0.00	1,874.28	1,874.28	0.00	184.43	184.43	0.00	1,689.85	1,689.85	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	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
	0.00	109,637.67	109,637.67	0.00	10,316.90	10,316.90	0.00	99,320.77	99,320.77	Firm Volumes Total
<b>820 Measuring and Regulator Station Expense Total</b>	0.00	111,511.95	111,511.95	0.00	10,501.33	10,501.33	0.00	101,010.62	101,010.62	
	0.00	(101.64)	(101.64)	0.00	(9.56)	(9.56)	0.00	(92.08)	(92.08)	Firm Volumes Total
<b>821 Purification Expense Total</b>	0.00	(101.64)	(101.64)	0.00	(9.56)	(9.56)	0.00	(92.08)	(92.08)	
	0.00	15,797.28	15,797.28	0.00	1,486.52	1,486.52	0.00	14,310.76	14,310.76	Firm Volumes Total
<b>832 Wells Expense Total</b>	0.00	15,797.28	15,797.28	0.00	1,486.52	1,486.52	0.00	14,310.76	14,310.76	
	0.00	9,457.32	9,457.32	0.00	889.93	889.93	0.00	8,567.39	8,567.39	Firm Volumes Total
<b>840 Supervision and Engineering Total</b>	0.00	9,457.32	9,457.32	0.00	889.93	889.93	0.00	8,567.39	8,567.39	
	0.00	171,863.49	171,863.49	0.00	16,172.35	16,172.35	0.00	155,691.14	155,691.14	Firm Volumes Total
<b>844 Supervision and Engineering Total</b>	0.00	171,863.49	171,863.49	0.00	16,172.35	16,172.35	0.00	155,691.14	155,691.14	
	0.00	(29,549.92)	(29,549.92)	0.00	(2,780.65)	(2,780.65)	0.00	(26,769.27)	(26,769.27)	Firm Volumes Total
<b>845 LNG Fuel Total</b>	0.00	(29,549.92)	(29,549.92)	0.00	(2,780.65)	(2,780.65)	0.00	(26,769.27)	(26,769.27)	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3-factor Total
	0.00	50,461.66	50,461.66	0.00	4,748.45	4,748.45	0.00	45,713.21	45,713.21	Firm Volumes Total
<b>847 Supervision and Engineering Total</b>	0.00	50,461.66	50,461.66	0.00	4,748.45	4,748.45	0.00	45,713.21	45,713.21	
	0.00	180,568.23	180,568.23	0.00	17,767.90	17,767.90	0.00	162,800.33	162,800.33	3-factor Total
	88,920.49	0.00	88,920.49	0.00	0.00	0.00	88,920.49	0.00	88,920.49	Direct-OR Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-WA Total
<b>856 Mains Expense Total</b>	88,920.49	180,568.23	269,488.72	0.00	17,767.90	17,767.90	88,920.49	162,800.33	251,720.82	
	437.84	0.00	437.84	0.00	0.00	0.00	437.84	0.00	437.84	Direct-OR Total
<b>863 Maintenance of Mains Total</b>	437.84	0.00	437.84	0.00	0.00	0.00	437.84	0.00	437.84	
	0.00	101,414.88	101,414.88	0.00	9,543.14	9,543.14	0.00	91,871.74	91,871.74	Firm Volumes Total
	0.00	67.50	67.50	0.00	5.91	5.91	0.00	61.59	61.59	Sales/Sendout Volumes Total
	0.00	88,648.44	88,648.44	0.00	7,100.75	7,100.75	0.00	81,547.69	81,547.69	Sendout Volumes Total
<b>870 Supervision and Engineering Total</b>	0.00	190,130.82	190,130.82	0.00	16,649.80	16,649.80	0.00	173,481.02	173,481.02	
	0.00	414,881.90	414,881.90	0.00	40,824.38	40,824.38	0.00	374,057.52	374,057.52	3-factor Total
	0.00	4,657.33	4,657.33	0.00	668.34	668.34	0.00	3,988.99	3,988.99	Customers Port/Van Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers Port/Van 80% Total
	0.00	311,998.10	311,998.10	0.00	32,666.20	32,666.20	0.00	279,331.90	279,331.90	Customers-All Total
	80,700.13	0.00	80,700.13	0.00	0.00	0.00	80,700.13	0.00	80,700.13	Direct-OR Total
	26,716.24	0.00	26,716.24	26,716.24	0.00	26,716.24	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
<b>874 Mains and Services Expense Total</b>	107,416.37	731,537.33	838,953.70	26,716.24	74,158.92	100,875.16	80,700.13	657,378.41	738,078.54	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
	0.00	11,915.24	11,915.24	0.00	954.41	954.41	0.00	10,960.83	10,960.83	Sendout Volumes Total
	0.00	5,768.82	5,768.82	0.00	621.31	621.31	0.00	5,147.51	5,147.51	Telemetry Total
<b>875 Measuring and Regulator Station Expense - General T</b>	0.00	17,684.06	17,684.06	0.00	1,575.72	1,575.72	0.00	16,108.34	16,108.34	
	0.00	2,564.07	2,564.07	0.00	268.46	268.46	0.00	2,295.61	2,295.61	Customers-All Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
	0.00	37,720.25	37,720.25	0.00	3,021.40	3,021.40	0.00	34,698.85	34,698.85	Sendout Volumes Total
<b>877 Measuring and Regulator Station Expense - City Gate</b>	0.00	40,284.32	40,284.32	0.00	3,289.86	3,289.86	0.00	36,994.46	36,994.46	
	0.00	3,165.40	3,165.40	0.00	311.48	311.48	0.00	2,853.92	2,853.92	3-factor Total
	0.00	487,897.79	487,897.79	0.00	51,082.90	51,082.90	0.00	436,814.89	436,814.89	Customers-All Total
	0.00	5,854.55	5,854.55	0.00	409.82	409.82	0.00	5,444.73	5,444.73	Customers-Ind Total
	36.78	0.00	36.78	0.00	0.00	0.00	36.78	0.00	36.78	Direct-OR Total
	0.00	2,072.30	2,072.30	0.00	165.99	165.99	0.00	1,906.31	1,906.31	Sendout Volumes Total
<b>878 Meter and House Regulator Expense Total</b>	36.78	498,990.04	499,026.82	0.00	51,970.19	51,970.19	36.78	447,019.85	447,056.63	
	0.00	38,278.89	38,278.89	0.00	3,766.64	3,766.64	0.00	34,512.25	34,512.25	3-factor Total
	0.00	698,065.65	698,065.65	0.00	73,087.49	73,087.49	0.00	624,978.16	624,978.16	Customers-All Total
	0.00	12.59	12.59	0.00	1.17	1.17	0.00	11.42	11.42	Customers-Comm Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
	0.00	35,132.07	35,132.07	0.00	3,692.38	3,692.38	0.00	31,439.69	31,439.69	Employee Cost Total
<b>879 Customer Installation Expense Total</b>	0.00	771,489.20	771,489.20	0.00	80,547.68	80,547.68	0.00	690,941.52	690,941.52	
	0.00	21,177.86	21,177.86	0.00	2,083.90	2,083.90	0.00	19,093.96	19,093.96	3-factor Total
	0.00	46,716.61	46,716.61	0.00	4,891.24	4,891.24	0.00	41,825.37	41,825.37	Customers-All Total
	6,325.15	0.00	6,325.15	0.00	0.00	0.00	6,325.15	0.00	6,325.15	Direct-OR Total
	392.28	0.00	392.28	392.28	0.00	392.28	0.00	0.00	0.00	direct-wa Total

For the period ended August 31, 2014

FERC Descr	System			Washington			Oregon			Allocation Method
	Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total	
	Aug	Aug	Aug	Aug	Aug	Aug	Aug	Aug	Aug	
	0.00	253.98	253.98	0.00	26.69	26.69	0.00	227.29	227.29	Employee Cost Total
	0.00	24,730.00	24,730.00	0.00	1,980.87	1,980.87	0.00	22,749.13	22,749.13	Sendout Volumes Total
<b>880 Other Expense Total</b>	<b>6,717.43</b>	<b>92,878.45</b>	<b>99,595.88</b>	<b>392.28</b>	<b>8,982.70</b>	<b>9,374.98</b>	<b>6,325.15</b>	<b>83,895.75</b>	<b>90,220.90</b>	
	0.00	20,108.14	20,108.14	0.00	1,978.64	1,978.64	0.00	18,129.50	18,129.50	3-factor Total
<b>881 Rents Total</b>	<b>0.00</b>	<b>20,108.14</b>	<b>20,108.14</b>	<b>0.00</b>	<b>1,978.64</b>	<b>1,978.64</b>	<b>0.00</b>	<b>18,129.50</b>	<b>18,129.50</b>	
	0.00	244,303.06	244,303.06	0.00	24,039.42	24,039.42	0.00	220,263.64	220,263.64	3-factor Total
	0.00	1,407.66	1,407.66	0.00	147.38	147.38	0.00	1,260.28	1,260.28	Customers-All Total
	695,644.31	0.00	695,644.31	0.00	0.00	0.00	695,644.31	0.00	695,644.31	Direct-OR Total
	6,054.48	0.00	6,054.48	6,054.48	0.00	6,054.48	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	sales volumes Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Sendout Volumes Total
<b>885 Supervision and Engineering Total</b>	<b>701,698.79</b>	<b>245,710.72</b>	<b>947,409.51</b>	<b>6,054.48</b>	<b>24,186.80</b>	<b>30,241.28</b>	<b>695,644.31</b>	<b>221,523.92</b>	<b>917,168.23</b>	
	0.00	93,497.15	93,497.15	0.00	9,200.14	9,200.14	0.00	84,297.01	84,297.01	3-factor Total
	0.00	84,737.78	84,737.78	0.00	9,727.90	9,727.90	0.00	75,009.88	75,009.88	Customers Port/Van 80% Total
	76,510.67	0.00	76,510.67	0.00	0.00	0.00	76,510.67	0.00	76,510.67	Direct-OR Total
	11,411.06	0.00	11,411.06	11,411.06	0.00	11,411.06	0.00	0.00	0.00	Direct-WA Total
	0.00	(554.98)	(554.98)	0.00	(44.45)	(44.45)	0.00	(510.53)	(510.53)	sendout volumes Total
<b>887 Mains Total</b>	<b>87,921.73</b>	<b>177,679.95</b>	<b>265,601.68</b>	<b>11,411.06</b>	<b>18,883.59</b>	<b>30,294.65</b>	<b>76,510.67</b>	<b>158,796.36</b>	<b>235,307.03</b>	
	0.00	1,245.22	1,245.22	0.00	122.53	122.53	0.00	1,122.69	1,122.69	3-factor Total
	3,997.93	0.00	3,997.93	0.00	0.00	0.00	3,997.93	0.00	3,997.93	Direct-OR Total
	0.00	64,899.90	64,899.90	0.00	5,198.49	5,198.49	0.00	59,701.41	59,701.41	Sendout Volumes Total
	0.00	17,133.82	17,133.82	0.00	1,845.31	1,845.31	0.00	15,288.51	15,288.51	Telemetry Total
<b>889 Measuring and Regulator Station Expense - General T</b>	<b>3,997.93</b>	<b>83,278.94</b>	<b>87,276.87</b>	<b>0.00</b>	<b>7,166.33</b>	<b>7,166.33</b>	<b>3,997.93</b>	<b>76,112.61</b>	<b>80,110.54</b>	
	0.00	73.00	73.00	0.00	7.18	7.18	0.00	65.82	65.82	3-factor Total
	0.00	5,817.86	5,817.86	0.00	466.01	466.01	0.00	5,351.85	5,351.85	Sendout Volumes Total
<b>891 Measuring and Regulator Station Expense - City Gate</b>	<b>0.00</b>	<b>5,890.86</b>	<b>5,890.86</b>	<b>0.00</b>	<b>473.19</b>	<b>473.19</b>	<b>0.00</b>	<b>5,417.67</b>	<b>5,417.67</b>	
	0.00	23,626.58	23,626.58	0.00	2,324.86	2,324.86	0.00	21,301.72	21,301.72	3-factor Total
	0.00	16,931.50	16,931.50	0.00	1,772.73	1,772.73	0.00	15,158.77	15,158.77	Customers-All Total
	33,418.17	0.00	33,418.17	0.00	0.00	0.00	33,418.17	0.00	33,418.17	Direct-OR Total
	456.18	0.00	456.18	456.18	0.00	456.18	0.00	0.00	0.00	Direct-WA Total
	0.00	11,902.81	11,902.81	0.00	953.42	953.42	0.00	10,949.39	10,949.39	Sendout Volumes Total
<b>892 Services Total</b>	<b>33,874.35</b>	<b>52,460.89</b>	<b>86,335.24</b>	<b>456.18</b>	<b>5,051.01</b>	<b>5,507.19</b>	<b>33,418.17</b>	<b>47,409.88</b>	<b>80,828.05</b>	
	0.00	2,202.57	2,202.57	0.00	216.73	216.73	0.00	1,985.84	1,985.84	3-factor Total
	0.00	131,030.15	131,030.15	0.00	13,718.85	13,718.85	0.00	117,311.30	117,311.30	Customers-All Total
	0.00	4,928.42	4,928.42	0.00	456.86	456.86	0.00	4,471.56	4,471.56	Customers-Comm Total
	0.00	8,799.80	8,799.80	0.00	615.99	615.99	0.00	8,183.81	8,183.81	Customers-Ind Total
	0.00	21,009.36	21,009.36	0.00	2,226.99	2,226.99	0.00	18,782.37	18,782.37	Customers-Res Total
	17,442.84	0.00	17,442.84	0.00	0.00	0.00	17,442.84	0.00	17,442.84	Direct-OR Total
	0.00	75,140.15	75,140.15	0.00	6,018.72	6,018.72	0.00	69,121.43	69,121.43	Sendout Volumes Total
<b>893 Meters and House Regulators Total</b>	<b>17,442.84</b>	<b>243,110.45</b>	<b>260,553.29</b>	<b>0.00</b>	<b>23,254.14</b>	<b>23,254.14</b>	<b>17,442.84</b>	<b>219,856.31</b>	<b>237,299.15</b>	
	0.00	1,167.43	1,167.43	0.00	114.88	114.88	0.00	1,052.55	1,052.55	3-factor Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers-All Total
	100.64	0.00	100.64	0.00	0.00	0.00	100.64	0.00	100.64	Direct-OR Total
<b>894 Other Equipment Total</b>	<b>100.64</b>	<b>1,167.43</b>	<b>1,268.07</b>	<b>0.00</b>	<b>114.88</b>	<b>114.88</b>	<b>100.64</b>	<b>1,052.55</b>	<b>1,153.19</b>	
	0.00	122,371.55	122,371.55	0.00	12,041.36	12,041.36	0.00	110,330.19	110,330.19	3-factor Total
<b>901 Supervision Total</b>	<b>0.00</b>	<b>122,371.55</b>	<b>122,371.55</b>	<b>0.00</b>	<b>12,041.36</b>	<b>12,041.36</b>	<b>0.00</b>	<b>110,330.19</b>	<b>110,330.19</b>	
	0.00	62,669.40	62,669.40	0.00	6,561.49	6,561.49	0.00	56,107.91	56,107.91	Customers-All Total
<b>902 Meter Reading Expenses Total</b>	<b>0.00</b>	<b>62,669.40</b>	<b>62,669.40</b>	<b>0.00</b>	<b>6,561.49</b>	<b>6,561.49</b>	<b>0.00</b>	<b>56,107.91</b>	<b>56,107.91</b>	
	0.00	838,257.92	838,257.92	0.00	82,484.58	82,484.58	0.00	755,773.34	755,773.34	3-factor Total
	0.00	118,260.02	118,260.02	0.00	12,381.82	12,381.82	0.00	105,878.20	105,878.20	Customers-All Total
	0.00	28,060.42	28,060.42	0.00	1,964.23	1,964.23	0.00	26,096.19	26,096.19	Customers-Ind Total
	0.00	397,716.71	397,716.71	0.00	42,157.98	42,157.98	0.00	355,558.73	355,558.73	Customers-Res Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-WA Total
<b>903 Customer Records and Collection Expense Total</b>	<b>0.00</b>	<b>1,382,295.07</b>	<b>1,382,295.07</b>	<b>0.00</b>	<b>138,988.61</b>	<b>138,988.61</b>	<b>0.00</b>	<b>1,243,306.46</b>	<b>1,243,306.46</b>	
	0.00	1,175.00	1,175.00	0.00	123.02	123.02	0.00	1,051.98	1,051.98	Customers-All Total
	0.00	4,672.88	4,672.88	0.00	433.18	433.18	0.00	4,239.70	4,239.70	Customers-Comm Total
	0.00	2,517.04	2,517.04	0.00	176.19	176.19	0.00	2,340.85	2,340.85	Customers-Ind Total
	0.00	35,473.58	35,473.58	0.00	3,760.20	3,760.20	0.00	31,713.38	31,713.38	Customers-Res Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
<b>904 Uncollectible Accounts Total</b>	<b>0.00</b>	<b>43,838.50</b>	<b>43,838.50</b>	<b>0.00</b>	<b>4,492.59</b>	<b>4,492.59</b>	<b>0.00</b>	<b>39,345.91</b>	<b>39,345.91</b>	
	0.00	274.25	274.25	0.00	29.07	29.07	0.00	245.18	245.18	Customers-Res Total
<b>907 Supervision Total</b>	<b>0.00</b>	<b>274.25</b>	<b>274.25</b>	<b>0.00</b>	<b>29.07</b>	<b>29.07</b>	<b>0.00</b>	<b>245.18</b>	<b>245.18</b>	
	0.00	13,473.74	13,473.74	0.00	1,325.82	1,325.82	0.00	12,147.92	12,147.92	3-factor Total
	0.00	62,252.56	62,252.56	0.00	6,517.87	6,517.87	0.00	55,734.69	55,734.69	Customers-All Total
	0.00	1,159.76	1,159.76	0.00	107.51	107.51	0.00	1,052.25	1,052.25	Customers-Comm Total
	0.00	78,355.44	78,355.44	0.00	5,484.88	5,484.88	0.00	72,870.56	72,870.56	Customers-Ind Total
	0.00	9,430.90	9,430.90	0.00	999.67	999.67	0.00	8,431.23	8,431.23	Customers-Res Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
	4,516.25	0.00	4,516.25	4,516.25	0.00	4,516.25	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	sales volumes Total



For the period ended August 31, 2014

FERC Descr	System			Washington			Oregon			Allocation Method
	Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total	
	Aug	Aug	Aug	Aug	Aug	Aug	Aug	Aug	Aug	
<b>908 Customer Assistance Expense Total</b>	<b>4,516.25</b>	<b>164,672.40</b>	<b>169,188.65</b>	<b>4,516.25</b>	<b>14,435.75</b>	<b>18,952.00</b>	<b>0.00</b>	<b>150,236.65</b>	<b>150,236.65</b>	
	0.00	204,899.43	204,899.43	0.00	21,719.34	21,719.34	0.00	183,180.09	183,180.09	Customers-Res Total
<b>909 Customer Information Expense Total</b>	<b>0.00</b>	<b>204,899.43</b>	<b>204,899.43</b>	<b>0.00</b>	<b>21,719.34</b>	<b>21,719.34</b>	<b>0.00</b>	<b>183,180.09</b>	<b>183,180.09</b>	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	3-factor Total
	0.00	853.76	853.76	0.00	89.39	89.39	0.00	764.37	764.37	Customers-All Total
	0.00	14,078.63	14,078.63	0.00	1,492.33	1,492.33	0.00	12,586.30	12,586.30	Customers-Res Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
<b>910 Miscellaneous Customer Service Expense Total</b>	<b>0.00</b>	<b>14,932.39</b>	<b>14,932.39</b>	<b>0.00</b>	<b>1,581.72</b>	<b>1,581.72</b>	<b>0.00</b>	<b>13,350.67</b>	<b>13,350.67</b>	
	0.00	13,437.79	13,437.79	0.00	1,406.94	1,406.94	0.00	12,030.85	12,030.85	Customers-All Total
<b>911 Supervision Total</b>	<b>0.00</b>	<b>13,437.79</b>	<b>13,437.79</b>	<b>0.00</b>	<b>1,406.94</b>	<b>1,406.94</b>	<b>0.00</b>	<b>12,030.85</b>	<b>12,030.85</b>	
	0.00	896.03	896.03	0.00	88.17	88.17	0.00	807.86	807.86	3-factor Total
	0.00	191,372.02	191,372.02	0.00	20,036.67	20,036.67	0.00	171,335.35	171,335.35	Customers-All Total
	0.00	106.50	106.50	0.00	9.87	9.87	0.00	96.63	96.63	Customers-Comm Total
	0.00	10,684.99	10,684.99	0.00	1,132.60	1,132.60	0.00	9,552.39	9,552.39	Customers-Res Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers-The Dalles Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
<b>912 Demonstration and Selling Expense Total</b>	<b>0.00</b>	<b>203,059.54</b>	<b>203,059.54</b>	<b>0.00</b>	<b>21,267.31</b>	<b>21,267.31</b>	<b>0.00</b>	<b>181,792.23</b>	<b>181,792.23</b>	
	0.00	85,782.96	85,782.96	0.00	9,092.99	9,092.99	0.00	76,689.97	76,689.97	Customers-Res Total
<b>913 Advertising Total</b>	<b>0.00</b>	<b>85,782.96</b>	<b>85,782.96</b>	<b>0.00</b>	<b>9,092.99</b>	<b>9,092.99</b>	<b>0.00</b>	<b>76,689.97</b>	<b>76,689.97</b>	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers-Res Total
<b>916 Miscellaneous Sales Expense Total</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	
	0.00	3,394,468.67	3,394,468.67	0.00	334,015.75	334,015.75	0.00	3,060,452.92	3,060,452.92	3-factor Total
	0.00	35,239.52	35,239.52	0.00	3,689.56	3,689.56	0.00	31,549.96	31,549.96	Customers-All Total
	0.00	58.50	58.50	0.00	4.10	4.10	0.00	54.40	54.40	Customers-Ind Total
	0.00	11,184.34	11,184.34	0.00	1,185.54	1,185.54	0.00	9,998.80	9,998.80	Customers-Res Total
	196,487.34	0.00	196,487.34	0.00	0.00	0.00	196,487.34	0.00	196,487.34	Direct-OR Total
	291.55	0.00	291.55	291.55	0.00	291.55	0.00	0.00	0.00	Direct-WA Total
	0.00	192,761.60	192,761.60	0.00	20,259.24	20,259.24	0.00	172,502.36	172,502.36	Employee Cost Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Firm Volumes Total
	0.00	155,335.04	155,335.04	0.00	46,600.52	46,600.52	0.00	108,734.52	108,734.52	regulatory Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Sales/Sendout Volumes Total
	0.00	178.74	178.74	0.00	14.32	14.32	0.00	164.42	164.42	Sendout Volumes Total
<b>921 Office Supplies and Expense Total</b>	<b>196,778.89</b>	<b>3,789,226.41</b>	<b>3,986,005.30</b>	<b>291.55</b>	<b>405,769.03</b>	<b>406,060.58</b>	<b>196,487.34</b>	<b>3,383,457.38</b>	<b>3,579,944.72</b>	
	0.00	(1,020,292.52)	(1,020,292.52)	0.00	(107,946.95)	(107,946.95)	0.00	(912,345.57)	(912,345.57)	Admin Tran Total
	0.00	(393,140.31)	(393,140.31)	0.00	(41,319.05)	(41,319.05)	0.00	(351,821.26)	(351,821.26)	Employee Cost Total
<b>922 Administrative Expenses Transferred - Credit Total</b>	<b>0.00</b>	<b>(1,413,432.83)</b>	<b>(1,413,432.83)</b>	<b>0.00</b>	<b>(149,266.00)</b>	<b>(149,266.00)</b>	<b>0.00</b>	<b>(1,264,166.83)</b>	<b>(1,264,166.83)</b>	
	0.00	193,770.37	193,770.37	0.00	19,067.00	19,067.00	0.00	174,703.37	174,703.37	3-factor Total
<b>924 Property Insurance Premium Total</b>	<b>0.00</b>	<b>193,770.37</b>	<b>193,770.37</b>	<b>0.00</b>	<b>19,067.00</b>	<b>19,067.00</b>	<b>0.00</b>	<b>174,703.37</b>	<b>174,703.37</b>	
	0.00	643.25	643.25	0.00	63.30	63.30	0.00	579.95	579.95	3-factor Total
<b>925 Injuries and Damages Total</b>	<b>0.00</b>	<b>643.25</b>	<b>643.25</b>	<b>0.00</b>	<b>63.30</b>	<b>63.30</b>	<b>0.00</b>	<b>579.95</b>	<b>579.95</b>	
	492.00	0.00	492.00	0.00	0.00	0.00	492.00	0.00	492.00	Direct-OR Total
	0.00	220,295.92	220,295.92	0.00	23,153.11	23,153.11	0.00	197,142.81	197,142.81	Employee Cost Total
<b>926 Employee Pensions and Benefits Total</b>	<b>492.00</b>	<b>220,295.92</b>	<b>220,787.92</b>	<b>0.00</b>	<b>23,153.11</b>	<b>23,153.11</b>	<b>492.00</b>	<b>197,142.81</b>	<b>197,634.81</b>	
	0.00	109,622.43	109,622.43	0.00	10,786.85	10,786.85	0.00	98,835.58	98,835.58	3-factor Total
<b>930 Miscellaneous General Expense Total</b>	<b>0.00</b>	<b>109,622.43</b>	<b>109,622.43</b>	<b>0.00</b>	<b>10,786.85</b>	<b>10,786.85</b>	<b>0.00</b>	<b>98,835.58</b>	<b>98,835.58</b>	
	0.00	381,545.04	381,545.04	0.00	37,544.03	37,544.03	0.00	344,001.01	344,001.01	3-factor Total
	0.00	2,040.00	2,040.00	0.00	213.59	213.59	0.00	1,826.41	1,826.41	Customers-All Total
	3,989.18	0.00	3,989.18	0.00	0.00	0.00	3,989.18	0.00	3,989.18	Direct-OR Total
	16,175.37	0.00	16,175.37	16,175.37	0.00	16,175.37	0.00	0.00	0.00	Direct-WA Total
<b>931 Rents Total</b>	<b>20,164.55</b>	<b>383,585.04</b>	<b>403,749.59</b>	<b>16,175.37</b>	<b>37,757.62</b>	<b>53,932.99</b>	<b>3,989.18</b>	<b>345,827.42</b>	<b>349,816.60</b>	
	0.00	263,804.77	263,804.77	0.00	25,958.37	25,958.37	0.00	237,846.40	237,846.40	3-factor Total
	0.00	1,136.44	1,136.44	0.00	163.08	163.08	0.00	973.36	973.36	Customers port/van Total
	0.00	9,971.68	9,971.68	0.00	1,044.04	1,044.04	0.00	8,927.64	8,927.64	Customers-All Total
	0.00	1,637.40	1,637.40	0.00	416.88	416.88	0.00	1,220.52	1,220.52	Customers-The Dalles Total
	38,794.03	0.00	38,794.03	0.00	0.00	0.00	38,794.03	0.00	38,794.03	Direct-OR Total
	3,049.55	0.00	3,049.55	3,049.55	0.00	3,049.55	0.00	0.00	0.00	Direct-WA Total
	0.00	151.71	151.71	0.00	15.94	15.94	0.00	135.77	135.77	Employee Cost Total
	0.00	333.93	333.93	0.00	31.42	31.42	0.00	302.51	302.51	Firm Volumes Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	sales volumes Total
<b>935 Maintenance of General Plant Total</b>	<b>41,843.58</b>	<b>277,035.93</b>	<b>318,879.51</b>	<b>3,049.55</b>	<b>27,629.73</b>	<b>30,679.28</b>	<b>38,794.03</b>	<b>249,406.20</b>	<b>288,200.23</b>	
<b>Grand Total</b>	<b>1,312,360.46</b>	<b>9,555,905.18</b>	<b>10,868,265.64</b>	<b>69,062.96</b>	<b>975,003.42</b>	<b>1,044,066.38</b>	<b>1,243,297.50</b>	<b>8,580,901.76</b>	<b>9,824,199.26</b>	

# **Sep 2014 Activity**

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

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

<b>System</b>	<b>System</b>	<b>System</b>	<b>Washington</b>	<b>Washington</b>	<b>Washington</b>	<b>Oregon</b>	<b>Oregon</b>	<b>Oregon</b>
Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
		1,286,567			21,512			1,265,055
		1,138,720,893			115,059,604			1,023,661,289
		0.11%			0.02%			0.12%

NW Natural  
Washington Quarterly Results of Operations Report

September 2014

			System	System	System	Washington	Washington	Washington	Oregon	Oregon	Oregon
			Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
<b>Monthly Summary</b>											
<b>Acct</b>	<b>Description</b>	<b>Alloc. Ref.</b>									
<b>Sales of Gas</b>											
480.1	Residential		13,422,344		13,422,344	1,526,137		1,526,137	11,896,207		11,896,207
481.1	Commercial		8,479,500		8,479,500	764,314		764,314	7,715,186		7,715,186
481.2	Industrial Firm		1,897,328		1,897,328	127,496		127,496	1,769,832		1,769,832
481.3	Interruptible		2,119,432		2,119,432	49,970		49,970	2,069,462		2,069,462
481.5	Interruptible Incentive		0		0	0		0	0		0
495.20	Unbilled Revenue	A		687,614	687,614		73,600	73,600		614,014	614,014
	<b>Total Sales of Gas</b>		25,918,604	687,614	26,606,218	2,467,917	73,600	2,541,517	23,450,687	614,014	24,064,701
<b>Transportation Revenue</b>											
489.12	Industrial Firm		680,127		680,127	76,560		76,560	603,567		603,567
489.13	Interruptible		627,666		627,666	88,287		88,287	539,379		539,379
489.15	Interruptible Incentive		0		0	0		0	0		0
489.3	Agency Fee/Balancing		0		0	0		0	0		0
	<b>Total Transportation Revenue</b>		1,307,793	0	1,307,793	164,847	0	164,847	1,142,946	0	1,142,946
495.6	Rate Adjustments - Amortizations		771,841		771,841	(41,224)		(41,224)	813,066		813,066
<b>Miscellaneous Revenues</b>											
487	Late Payment Charge		87,317		87,317	3,959		3,959	83,358		83,358
488.0	Seasonal Reconnect Fee		550		550	0		0	550		550
488.0	Delinquent Reconnect Fee		15,100		15,100	200		200	14,900		14,900
488.1	Returned Check Charge		7,890		7,890	855		855	7,035		7,035
488.3	Recon Charge CR During Office Hours		18,135		18,135	1,255		1,255	16,880		16,880
488.4	Field Collection Charge		25,860		25,860	2,080		2,080	23,780		23,780
488.5	Recon Charge CR After Office Hours		2,530		2,530	2,450		2,450	80		80
488.6	Recon Charge Seas During Office Hours		785		785	5		5	780		780
488.7	Recon Charge Seas After Office Hours		230		230	200		200	30		30
488.8	Automated Payment Charge		4,733		4,733	683		683	4,050		4,050
493.2	Rent - Utility Property	B		22,738	22,738		1,503	1,503		21,235	21,235
495.1	Meter Rentals		17,422		17,422	1,694		1,694	15,728		15,728
495.2	Other Gas Revenue - Miscellaneous		2,716		2,716	430		430	2,286		2,286
	<b>Total Miscellaneous Revenues</b>		183,267	22,738	206,005	13,810	1,503	15,313	169,457	21,235	190,692
	<b>Total Operating Revenue</b>		28,181,505	710,352	28,891,858	2,605,350	75,103	2,680,453	25,576,156	635,249	26,211,405
<b>Cost of Gas</b>											
804.7	WACOG Incurred		8,328,387		8,328,387	737,898		737,898	7,590,489		7,590,489
805.7	WACOG Deferred		(39,650)		(39,650)	71,842		71,842	(111,492)		(111,492)
804.6	Demand Incurred		7,334,714		7,334,714	713,668		713,668	6,621,046		6,621,046
805.8	Demand Deferred		(4,474,883)		(4,474,883)	(460,444)		(460,444)	(4,014,439)		(4,014,439)
805.4	Amortization of Gas Costs		(244,196)		(244,196)	(58,484)		(58,484)	(185,712)		(185,712)
	<b>Total Cost of Gas</b>		10,904,373	0	10,904,373	1,004,480	0	1,004,480	9,899,893	0	9,899,893
Detail	Operations & Maintenance	O&M	780,525	8,528,723	9,309,247	68,425	841,977	910,402	712,100	7,686,745	8,398,845
<b>Other Taxes</b>											
408.11	Property		1,801,876		1,801,876	144,603		144,603	1,657,273		1,657,273
408.12	Franchise		755,773		755,773	106,137		106,137	649,636		649,636
408.13	Payroll	C		403,999	403,999		43,107	43,107		360,892	360,892
408.14	Other		(9,792)		(9,792)	2,508		2,508	(12,300)		(12,300)
408.15	Regulatory		0		0	0		0	0		0
	<b>Total Other Taxes</b>		2,547,857	403,999	2,951,856	253,248	43,107	296,355	2,294,609	360,892	2,655,501
403.1	Depreciation	D		6,140,900	6,140,900		627,170	627,170		5,513,729	5,513,729
<b>Income Taxes</b>											
409.11	Federal Income Taxes				15,181,912			(151,761)			15,333,673
410.1	Federal Income Taxes - Deferred				(16,538,531)			0			(16,538,531)
411.4	Federal Income Tax Credit				(67,310)			(27,705)			(39,605)
409.1	Oregon Income Taxes				(1,194,436)			0			(1,194,436)
410.1	Oregon Income Taxes - Deferred				1,242,216			0			1,242,216
411.1	Oregon Income Tax Credit				(324,936)			0			(324,936)
	<b>Total Income Taxes</b>				(1,701,085)			(179,466)			(1,521,619)
	<b>Total Operating Revenue Deductions</b>		14,232,755	15,073,621	27,605,291	1,326,153	1,512,254	2,658,941	12,906,602	13,561,367	24,946,349
	<b>Net Operating Income</b>				1,286,567			21,512			1,265,055

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

	<b>System</b>	<b>System</b>	<b>System</b>	<b>Washington</b>	<b>Washington</b>	<b>Washington</b>	<b>Oregon</b>	<b>Oregon</b>	<b>Oregon</b>
	Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
<b>Rate Base</b>									
<b>101</b>									
<b>Gross Plant</b>			2,640,826,967			261,684,819			2,379,142,149
<b>108.1X</b>			(1,171,741,314)			(115,780,120)			(1,055,961,194)
<b>Accumulated Depreciation</b>									
<b>ADJ</b>			38,049,112			3,275,409			34,773,704
<b>Working Capital Allowance</b>									
<b>117.X</b>			14,044,396			1,321,578			12,722,818
<b>Storage Gas - Cushion</b>									
<b>186.XX</b>			1,177,926			268,593			909,334
<b>Leasehold Improvements</b>									
<b>252.XX</b>			(3,635,004)			(281,379)			(3,353,625)
<b>Customer Contributions</b>									
<b>283.XX</b>			(317,477,907)			(35,429,294)			(282,048,613)
<b>Deferred Taxes - Federal</b>			(62,523,284)			0			(62,523,284)
<b>283.XX</b>									
<b>Deferred Taxes - State</b>									
<b>Total Rate Base</b>			<b>1,138,720,893</b>			<b>115,059,604</b>			<b>1,023,661,289</b>
<b>Rate Of Return on Rate Base</b>			<b>0.11%</b>			<b>0.02%</b>			<b>0.12%</b>
<b>Allocation References:</b>									
A	Unbilled Revenue		100.00%			10.70%			89.30%
B	Follows plant split		100.00%			10.44%			89.56%
O&M	See OO&M Detail								
C	Payroll Factor		100.00%			10.67%			89.33%
D	Depreciation Factor		100.00%			10.21%			89.79%

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

**Summary**

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

<b>System</b>	<b>System</b>	<b>System</b>	<b>Washington</b>	<b>Washington</b>	<b>Washington</b>	<b>Oregon</b>	<b>Oregon</b>	<b>Oregon</b>
Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
		94,034,838			10,846,630			83,188,208
		1,095,839,276			112,675,512			983,163,764
		8.58%			9.63%			8.46%

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

System	System	System	Washington		Washington		Oregon		Oregon		
			Direct	Allocated	Direct	Allocated	Direct	Allocated			
<b>Acct</b>	<b>Description</b>	<b>Alloc. Ref.</b>									
	<b>Sales of Gas</b>										
480.1	Residential		457,421,098	0	457,421,098	50,310,483	0	50,310,483	407,110,615	0	407,110,615
481.1	Commercial		230,629,947	0	230,629,947	20,823,638	0	20,823,638	209,806,309	0	209,806,309
481.2	Industrial Firm		25,624,039	0	25,624,039	2,472,451	0	2,472,451	23,151,588	0	23,151,588
481.3	Interruptible		31,831,853	0	31,831,853	744,138	0	744,138	31,087,715	0	31,087,715
481.5	Interruptible Incentive		0	0	0	0	0	0	0	0	0
495.20	Unbilled Revenue	A	0	(4,007,876)	(4,007,876)	0	(413,398)	(413,398)	0	(3,594,479)	(3,594,479)
	<b>Total Sales of Gas</b>		745,506,937	(4,007,876)	741,499,060	74,350,710	(413,398)	73,937,312	671,156,227	(3,594,479)	667,561,748
	<b>Transportation Revenue</b>										
489.12	Industrial Firm		8,620,554	0	8,620,554	984,860	0	984,860	7,635,694	0	7,635,694
489.13	Interruptible		7,570,756	0	7,570,756	864,444	0	864,444	6,706,312	0	6,706,312
489.15	Interruptible Incentive		0	0	0	0	0	0	0	0	0
489.3	Agency Fee/Balancing		645,955	0	645,955	0	0	0	645,955	0	645,955
	<b>Total Transportation Revenue</b>		16,837,265	0	16,837,265	1,849,304	0	1,849,304	14,987,961	0	14,987,961
495.6	Rate Adjustments - Amortizations		5,391,675	0	5,391,675	(1,572,343)	0	(1,572,343)	6,964,018	0	6,964,018
	<b>Miscellaneous Revenues</b>										
487	Late Payment Charge		2,296,270	0	2,296,270	106,403	0	106,403	2,189,867	0	2,189,867
488.0	Seasonal Reconnect Fee		86,130	0	86,130	0	0	0	86,130	0	86,130
488.0	Delinquent Reconnect Fee		267,500	0	267,500	9,510	0	9,510	257,990	0	257,990
488.1	Returned Check Charge		116,803	0	116,803	11,565	0	11,565	105,238	0	105,238
488.3	Recon Charge CR During Office Hours		310,010	0	310,010	17,870	0	17,870	292,140	0	292,140
488.4	Field Collection Charge		461,810	0	461,810	41,915	0	41,915	419,895	0	419,895
488.5	Recon Charge CR After Office Hours		46,670	0	46,670	43,880	0	43,880	2,790	0	2,790
488.6	Recon Charge Seas During Office Hours		17,455	0	17,455	1,195	0	1,195	16,260	0	16,260
488.7	Recon Charge Seas After Office Hours		3,860	0	3,860	3,750	0	3,750	110	0	110
488.8	Automated Payment Charge		75,775	0	75,775	9,913	0	9,913	65,863	0	65,863
493.2	Rent - Utility Property	B	0	279,778	279,778	0	18,227	18,227	0	261,552	261,552
495.1	Meter Rentals		217,405	0	217,405	22,169	0	22,169	195,236	0	195,236
495.2	Other Gas Revenue - Miscellaneous		184,149	0	184,149	5,916	0	5,916	178,233	0	178,233
	<b>Total Miscellaneous Revenues</b>		4,083,836	279,778	4,363,614	274,086	18,227	292,312	3,809,750	261,552	4,071,302
	<b>Total Operating Revenue</b>		771,819,713	(3,728,098)	768,091,615	74,901,757	(395,171)	74,506,586	696,917,956	(3,332,927)	693,585,029
	<b>Cost of Gas</b>										
804.7	WACOG Incurred		318,613,874	0	318,613,874	30,276,319	0	30,276,319	288,337,555	0	288,337,555
805.7	WACOG Deferred		(23,385,870)	0	(23,385,870)	(2,801,858)	0	(2,801,858)	(20,584,012)	0	(20,584,012)
804.6	Demand Incurred		92,125,031	0	92,125,031	8,943,433	0	8,943,433	83,181,598	0	83,181,598
805.8	Demand Deferred		5,056,172	0	5,056,172	293,824	0	293,824	4,762,349	0	4,762,349
805.4	Amortization of Gas Costs		(8,559,382)	0	(8,559,382)	(2,120,824)	0	(2,120,824)	(6,438,558)	0	(6,438,558)
	<b>Total Cost of Gas</b>		383,849,825	0	383,849,825	34,590,894	0	34,590,894	349,258,932	0	349,258,932
<b>Detail</b>	<b>Operations &amp; Maintenance</b>	O&M	10,678,972	120,000,781	130,679,752	738,795	12,126,529	12,865,324	9,940,177	107,874,251	117,814,428
	<b>Other Taxes</b>										
408.11	Property		20,244,686	0	20,244,686	1,412,252	0	1,412,252	18,832,434	0	18,832,434
408.12	Franchise		19,284,725	0	19,284,725	2,953,325	0	2,953,325	16,331,400	0	16,331,400
408.13	Payroll	C	0	5,329,638	5,329,638	0	563,810	563,810	0	4,765,829	4,765,829
408.14	Other		(136,990)	0	(136,990)	41,412	0	41,412	(178,402)	0	(178,402)
408.15	Regulatory		1,828,415	0	1,828,415	147,927	0	147,927	1,680,488	0	1,680,488
	<b>Total Other Taxes</b>		41,220,836	5,329,638	46,550,475	4,554,917	563,810	5,118,726	36,665,920	4,765,829	41,431,748
403.1	Depreciation	D	0	72,135,474	72,135,474	0	7,394,968	7,394,968	0	64,740,507	64,740,507
	<b>Income Taxes</b>										
409.11	Federal Income Taxes				31,351,333			3,939,499			27,411,834
410.1	Federal Income Taxes - Deferred				53,097,776			0			53,097,776
411.4	Federal Income Tax Credit				(50,867,704)			(249,454)			(50,618,250)
409.1	Oregon Income Taxes				(2,041,347)			0			(2,041,347)
410.1	Oregon Income Taxes - Deferred				11,092,545			0			11,092,545
411.1	Oregon Income Tax Credit				(1,791,353)			0			(1,791,353)
	<b>Total Income Taxes</b>				40,841,250			3,690,045			37,151,205
	<b>Total Operating Revenue Deductions</b>		435,749,634	197,465,893	674,056,777	39,884,605	20,085,307	63,659,956	395,865,028	177,380,587	610,396,820
	<b>Net Operating Income</b>				94,034,838			10,846,630			83,188,208

**NW Natural  
Washington Results of Operations**

12 Month Ended Reports

**Rate Base**  
**101 Gross Plant**  
**108.1X Accumulated Depreciation**  
**Adj Working Capital Allowance**  
**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 Direct  
 O&M See O&M Detail  
 C Payroll Factor  
 D Depreciation Factor

System	System	System	Washington	Washington	Washington	Oregon	Oregon	Oregon
Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total
		2,592,321,708			257,939,282			2,334,382,426
		(1,151,370,599)			(112,987,353)			(1,038,383,246)
		22,169,441			1,794,931			20,374,510
		14,095,268			1,325,304			12,769,964
		1,289,692			289,203			1,000,489
		(3,379,186)			(250,991)			(3,128,196)
		(315,968,908)			(35,434,864)			(280,534,044)
		(63,318,140)			0			(63,318,140)
		<b>1,095,839,276</b>			<b>112,675,512</b>			<b>983,163,764</b>
		<b>8.58%</b>			<b>9.63%</b>			<b>8.46%</b>
		100.00%			10.31%			89.69%
		100.00%			6.51%			93.49%
		100.00%			10.58%			89.42%
		100.00%			10.25%			89.75%



**NW Natural**  
**Washington Quarterly Results of Operations Report**  
**Operations and Maintenance Expense: Allocation of System Amounts**  
**For the period ended September 30, 2014**

		Month		
		<u>System</u>	<u>Washington</u>	<u>Oregon</u>
<b>Natural Gas Storage</b>				
<b>Underground Storage Expense</b>				
<b>Operation</b>				
<b>816</b>	<b>Wells Expense</b>	\$15,223	\$1,433	\$13,791
<b>818</b>	<b>Compressor Station Expense</b>	4,816	453	4,363
<b>819</b>	<b>Compressor Station Fuel</b>	0	-	0
<b>820</b>	<b>Measuring and Regulator Station Expense</b>	200,118	18,831	181,287
<b>821</b>	<b>Purification Expense</b>	-	-	-
<b>Maintenance</b>				
<b>832</b>	<b>Wells Expense</b>	12,616	1,187	11,428
<b>Total Underground Storage Expense</b>		<u>232,774</u>	<u>21,904</u>	<u>210,870</u>
<b>Other Storage Expense</b>				
<b>Operation</b>				
<b>840</b>	<b>Supervision and Engineering</b>	6,852	645	6,207
<b>Total Other Storage Expense</b>		<u>6,852</u>	<u>645</u>	<u>6,207</u>
<b>Liquified Natural Gas Expense</b>				
<b>Operation</b>				
<b>844</b>	<b>Supervision and Engineering</b>	203,311	19,132	184,179
<b>845</b>	<b>LNG Fuel</b>	(18,376)	(1,729)	(16,646)
<b>Maintenance</b>				
<b>847</b>	<b>Supervision and Engineering</b>	37,406	3,525	33,881
<b>Total Liquified Natural Gas Expense</b>		<u>222,341</u>	<u>20,927</u>	<u>201,414</u>
<b>Total Natural Gas Storage</b>		<u>461,967</u>	<u>43,476</u>	<u>418,491</u>
<b>Transmission Expense</b>				
<b>Operation</b>				
<b>856</b>	<b>Mains Expense</b>	99,233	3,341	95,892
<b>Maintenance</b>				
<b>863</b>	<b>Maintenance of Mains</b>	-	-	-
<b>Total Transmission Expense</b>		<u>99,233</u>	<u>3,341</u>	<u>95,892</u>
<b>Distribution Expense</b>				
<b>Operation</b>				
<b>870</b>	<b>Supervision and Engineering</b>	179,709	15,671	164,038
<b>874</b>	<b>Mains and Services Expense</b>	840,312	99,833	740,478
<b>875</b>	<b>Measuring and Regulator Station Expense - General</b>	20,955	1,841	19,114
<b>877</b>	<b>Measuring and Regulator Station Expense - City Gate</b>	31,386	2,581	28,804
<b>878</b>	<b>Meter and House Regulator Expense</b>	575,793	59,859	515,934
<b>879</b>	<b>Customer Installation Expense</b>	901,074	94,089	806,985
<b>880</b>	<b>Other Expense</b>	78,033	7,754	70,279
<b>881</b>	<b>Rents</b>	45,695	4,496	41,198

For the period ended September 30, 2014

Month

	<u>System</u>	<u>Washington</u>	<u>Oregon</u>
<b>Maintenance</b>			
885 Supervision and Engineering	641,478	33,482	607,996
887 Mains	265,166	40,485	224,681
889 Measuring and Regulator Station Expense - General	63,248	5,330	57,919
891 Measuring and Regulator Station Expense - City Gate	9,316	785	8,531
892 Services	120,648	3,980	116,668
893 Meters and House Regulators	258,712	22,783	235,929
894 Other Equipment	1,714	146	1,567
<b>Total Distribution Expense</b>	<b>4,033,238</b>	<b>393,117</b>	<b>3,640,121</b>
<b>Customer Accounts Expense</b>			
<b>Operation</b>			
901 Supervision	128,633	12,658	115,976
902 Meter Reading Expenses	57,825	6,054	51,771
903 Customer Records and Collection Expense	1,413,058	142,007	1,271,050
904 Uncollectible Accounts	(4,466)	(638)	(3,827)
<b>Total Customer Accounts Expense</b>	<b>1,595,050</b>	<b>160,081</b>	<b>1,434,970</b>
<b>Customer Service and Informational</b>			
<b>Operation</b>			
907 Supervision	1,269	134	1,134
908 Customer Assistance Expense	31,077	18,229	12,848
909 Customer Information Expense	160,996	17,066	143,930
910 Miscellaneous Customer Service Expense	14,418	1,528	12,890
<b>Total Customer Service and Informational</b>	<b>207,759</b>	<b>36,957</b>	<b>170,802</b>
<b>Sales Expense</b>			
<b>Operation</b>			
911 Supervision	14,023	1,468	12,554
912 Demonstration and Selling Expense	224,844	23,557	201,287
913 Advertising	39,855	4,225	35,630
916 Miscellaneous Sales Expense	-	-	-
<b>Total Sales Expense</b>	<b>278,722</b>	<b>29,250</b>	<b>249,471</b>
<b>Administrative and General Expense</b>			
<b>Operation</b>			
921 Office Supplies and Expense	2,889,185	265,143	2,624,042
922 Administrative Expenses Transferred - Credit	(1,436,803)	(151,731)	(1,285,072)
924 Property Insurance Premium	193,484	19,039	174,446
925 Injuries and Damages	4,231	416	3,815
926 Employee Pensions and Benefits	23,936	2,464	21,472
928 Regulatory Commission Expense	-	-	-
930 Miscellaneous General Expense	205,818	20,252	185,565
931 Rents	405,667	55,546	350,121
<b>Maintenance</b>			
935 Maintenance of General Plant	347,759	33,050	314,709
<b>Total Administrative and General Expense</b>	<b>2,633,278</b>	<b>244,180</b>	<b>2,389,098</b>
<b>Total Operations and Maintenance Expense</b>	<b>\$9,309,247</b>	<b>\$910,402</b>	<b>\$8,398,845</b>

NW Natural  
Rates & Regulatory Affairs  
Operations and Maintenance Expense  
State Allocation of System Amounts  
For the period ended September 30, 2014

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	
<b>816 Wells Expense Total</b>	0.00	15,223.27	15,223.27	0.00	1,432.50	1,432.50	0.00	13,790.77	13,790.77	Firm volumes Total
	<b>0.00</b>	<b>15,223.27</b>	<b>15,223.27</b>	<b>0.00</b>	<b>1,432.50</b>	<b>1,432.50</b>	<b>0.00</b>	<b>13,790.77</b>	<b>13,790.77</b>	
<b>818 Compressor Station Expense Total</b>	0.00	4,816.37	4,816.37	0.00	453.22	453.22	0.00	4,363.15	4,363.15	Firm Volumes Total
	<b>0.00</b>	<b>4,816.37</b>	<b>4,816.37</b>	<b>0.00</b>	<b>453.22</b>	<b>453.22</b>	<b>0.00</b>	<b>4,363.15</b>	<b>4,363.15</b>	
<b>819 Compressor Station Fuel Total</b>	0.00	0.01	0.01	0.00	0.00	0.00	0.00	0.01	0.01	Firm Volumes Total
	<b>0.00</b>	<b>0.01</b>	<b>0.01</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.01</b>	<b>0.01</b>	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	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	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
	0.00	200,118.39	200,118.39	0.00	18,831.14	18,831.14	0.00	181,287.25	181,287.25	Firm Volumes Total
<b>820 Measuring and Regulator Station Expense Total</b>	<b>0.00</b>	<b>200,118.39</b>	<b>200,118.39</b>	<b>0.00</b>	<b>18,831.14</b>	<b>18,831.14</b>	<b>0.00</b>	<b>181,287.25</b>	<b>181,287.25</b>	
<b>821 Purification Expense Total</b>	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Firm Volumes Total
	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	
<b>832 Wells Expense Total</b>	0.00	12,615.55	12,615.55	0.00	1,187.12	1,187.12	0.00	11,428.43	11,428.43	Firm Volumes Total
	<b>0.00</b>	<b>12,615.55</b>	<b>12,615.55</b>	<b>0.00</b>	<b>1,187.12</b>	<b>1,187.12</b>	<b>0.00</b>	<b>11,428.43</b>	<b>11,428.43</b>	
<b>840 Supervision and Engineering Total</b>	0.00	6,852.24	6,852.24	0.00	644.80	644.80	0.00	6,207.44	6,207.44	Firm Volumes Total
	<b>0.00</b>	<b>6,852.24</b>	<b>6,852.24</b>	<b>0.00</b>	<b>644.80</b>	<b>644.80</b>	<b>0.00</b>	<b>6,207.44</b>	<b>6,207.44</b>	
<b>844 Supervision and Engineering Total</b>	0.00	203,310.79	203,310.79	0.00	19,131.54	19,131.54	0.00	184,179.25	184,179.25	Firm Volumes Total
	<b>0.00</b>	<b>203,310.79</b>	<b>203,310.79</b>	<b>0.00</b>	<b>19,131.54</b>	<b>19,131.54</b>	<b>0.00</b>	<b>184,179.25</b>	<b>184,179.25</b>	
<b>845 LNG Fuel Total</b>	0.00	(18,375.52)	(18,375.52)	0.00	(1,729.14)	(1,729.14)	0.00	(16,646.38)	(16,646.38)	Firm Volumes Total
	<b>0.00</b>	<b>(18,375.52)</b>	<b>(18,375.52)</b>	<b>0.00</b>	<b>(1,729.14)</b>	<b>(1,729.14)</b>	<b>0.00</b>	<b>(16,646.38)</b>	<b>(16,646.38)</b>	
<b>847 Supervision and Engineering Total</b>	0.00	1,130.22	1,130.22	0.00	111.21	111.21	0.00	1,019.01	1,019.01	3-factor Total
	<b>0.00</b>	<b>37,405.94</b>	<b>37,405.94</b>	<b>0.00</b>	<b>3,524.76</b>	<b>3,524.76</b>	<b>0.00</b>	<b>33,881.18</b>	<b>33,881.18</b>	Firm Volumes Total
	0.00	33,956.31	33,956.31	0.00	3,341.30	3,341.30	0.00	30,615.01	30,615.01	3-factor Total
	65,277.16	0.00	65,277.16	0.00	0.00	0.00	65,277.16	0.00	65,277.16	Direct-OR Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-WA Total
<b>856 Mains Expense Total</b>	<b>65,277.16</b>	<b>33,956.31</b>	<b>99,233.47</b>	<b>0.00</b>	<b>3,341.30</b>	<b>3,341.30</b>	<b>65,277.16</b>	<b>30,615.01</b>	<b>95,892.17</b>	
<b>863 Maintenance of Mains Total</b>	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	
	0.00	91,121.54	91,121.54	0.00	8,574.53	8,574.53	0.00	82,547.01	82,547.01	Firm Volumes Total
	0.00	81.25	81.25	0.00	7.11	7.11	0.00	74.14	74.14	Sales/Sendout Volumes Total
	0.00	88,505.85	88,505.85	0.00	7,089.32	7,089.32	0.00	81,416.53	81,416.53	Sendout Volumes Total
<b>870 Supervision and Engineering Total</b>	<b>0.00</b>	<b>179,708.64</b>	<b>179,708.64</b>	<b>0.00</b>	<b>15,670.96</b>	<b>15,670.96</b>	<b>0.00</b>	<b>164,037.68</b>	<b>164,037.68</b>	
	0.00	480,786.92	480,786.92	0.00	47,309.45	47,309.45	0.00	433,477.47	433,477.47	3-factor Total
	0.00	6,231.30	6,231.30	0.00	894.20	894.20	0.00	5,337.10	5,337.10	Customers Port/Van Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers Port/Van 80% Total
	0.00	252,341.94	252,341.94	0.00	26,420.21	26,420.21	0.00	225,921.73	225,921.73	Customers-All Total
	75,742.06	0.00	75,742.06	0.00	0.00	0.00	75,742.06	0.00	75,742.06	Direct-OR Total
	25,209.44	0.00	25,209.44	25,209.44	0.00	25,209.44	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
<b>874 Mains and Services Expense Total</b>	<b>100,951.50</b>	<b>739,360.16</b>	<b>840,311.66</b>	<b>25,209.44</b>	<b>74,623.86</b>	<b>99,833.30</b>	<b>75,742.06</b>	<b>664,736.30</b>	<b>740,478.36</b>	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
	0.00	15,060.85	15,060.85	0.00	1,206.37	1,206.37	0.00	13,854.48	13,854.48	Sendout Volumes Total
	0.00	5,894.48	5,894.48	0.00	634.84	634.84	0.00	5,259.64	5,259.64	Telemetry Total
<b>875 Measuring and Regulator Station Expense - General T</b>	<b>0.00</b>	<b>20,955.33</b>	<b>20,955.33</b>	<b>0.00</b>	<b>1,841.21</b>	<b>1,841.21</b>	<b>0.00</b>	<b>19,114.12</b>	<b>19,114.12</b>	
	0.00	2,733.25	2,733.25	0.00	286.17	286.17	0.00	2,447.08	2,447.08	Customers-All Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
	0.00	28,652.29	28,652.29	0.00	2,295.04	2,295.04	0.00	26,357.25	26,357.25	Sendout Volumes Total
<b>877 Measuring and Regulator Station Expense - City Gate</b>	<b>0.00</b>	<b>31,385.54</b>	<b>31,385.54</b>	<b>0.00</b>	<b>2,581.21</b>	<b>2,581.21</b>	<b>0.00</b>	<b>28,804.33</b>	<b>28,804.33</b>	
	0.00	1,499.40	1,499.40	0.00	147.54	147.54	0.00	1,351.86	1,351.86	3-factor Total
	0.00	561,888.20	561,888.20	0.00	58,829.69	58,829.69	0.00	503,058.51	503,058.51	Customers-All Total
	0.00	11,047.42	11,047.42	0.00	773.31	773.31	0.00	10,274.11	10,274.11	Customers-Ind Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
	0.00	1,358.21	1,358.21	0.00	108.80	108.80	0.00	1,249.41	1,249.41	Sendout Volumes Total
<b>878 Meter and House Regulator Expense Total</b>	<b>0.00</b>	<b>575,793.23</b>	<b>575,793.23</b>	<b>0.00</b>	<b>59,859.34</b>	<b>59,859.34</b>	<b>0.00</b>	<b>515,933.89</b>	<b>515,933.89</b>	
	0.00	42,322.45	42,322.45	0.00	4,164.54	4,164.54	0.00	38,157.91	38,157.91	3-factor Total
	0.00	825,323.25	825,323.25	0.00	86,411.33	86,411.33	0.00	738,911.92	738,911.92	Customers-All Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers-Comm Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
	0.00	33,428.30	33,428.30	0.00	3,513.31	3,513.31	0.00	29,914.99	29,914.99	Employee Cost Total
<b>879 Customer Installation Expense Total</b>	<b>0.00</b>	<b>901,074.00</b>	<b>901,074.00</b>	<b>0.00</b>	<b>94,089.18</b>	<b>94,089.18</b>	<b>0.00</b>	<b>806,984.82</b>	<b>806,984.82</b>	
	0.00	16,550.38	16,550.38	0.00	1,628.55	1,628.55	0.00	14,921.83	14,921.83	3-factor Total
	0.00	24,032.29	24,032.29	0.00	2,516.17	2,516.17	0.00	21,516.12	21,516.12	Customers-All Total
	1,702.49	0.00	1,702.49	0.00	0.00	0.00	1,702.49	0.00	1,702.49	Direct-OR Total
	811.36	0.00	811.36	811.36	0.00	811.36	0.00	0.00	0.00	direct-wa Total

For the period ended September 30, 2014

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	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Employee Cost Total
	0.00	34,936.54	34,936.54	0.00	2,798.41	2,798.41	0.00	32,138.13	32,138.13	Sendout Volumes Total
<b>880 Other Expense Total</b>	<b>2,513.85</b>	<b>75,519.21</b>	<b>78,033.06</b>	<b>811.36</b>	<b>6,943.13</b>	<b>7,754.49</b>	<b>1,702.49</b>	<b>68,576.08</b>	<b>70,278.57</b>	
	0.00	45,694.52	45,694.52	0.00	4,496.34	4,496.34	0.00	41,198.18	41,198.18	3-factor Total
<b>881 Rents Total</b>	<b>0.00</b>	<b>45,694.52</b>	<b>45,694.52</b>	<b>0.00</b>	<b>4,496.34</b>	<b>4,496.34</b>	<b>0.00</b>	<b>41,198.18</b>	<b>41,198.18</b>	
	0.00	336,585.32	336,585.32	0.00	33,120.01	33,120.01	0.00	303,465.31	303,465.31	3-factor Total
	0.00	1,715.05	1,715.05	0.00	179.56	179.56	0.00	1,535.49	1,535.49	Customers-All Total
	302,995.57	0.00	302,995.57	0.00	0.00	0.00	302,995.57	0.00	302,995.57	Direct-OR Total
	182.24	0.00	182.24	182.24	0.00	182.24	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	sales volumes Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Sendout Volumes Total
<b>885 Supervision and Engineering Total</b>	<b>303,177.81</b>	<b>338,300.37</b>	<b>641,478.18</b>	<b>182.24</b>	<b>33,299.57</b>	<b>33,481.81</b>	<b>302,995.57</b>	<b>305,000.80</b>	<b>607,996.37</b>	
	0.00	93,697.53	93,697.53	0.00	9,219.85	9,219.85	0.00	84,477.68	84,477.68	3-factor Total
	0.00	99,967.63	99,967.63	0.00	11,476.28	11,476.28	0.00	88,491.35	88,491.35	Customers Port/Van 80% Total
	51,711.83	0.00	51,711.83	0.00	0.00	0.00	51,711.83	0.00	51,711.83	Direct-OR Total
	19,788.93	0.00	19,788.93	19,788.93	0.00	19,788.93	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
<b>887 Mains Total</b>	<b>71,500.76</b>	<b>193,665.16</b>	<b>265,165.92</b>	<b>19,788.93</b>	<b>20,696.13</b>	<b>40,485.06</b>	<b>51,711.83</b>	<b>172,969.03</b>	<b>224,680.86</b>	
	0.00	1,661.45	1,661.45	0.00	163.49	163.49	0.00	1,497.96	1,497.96	3-factor Total
	1,017.11	0.00	1,017.11	0.00	0.00	0.00	1,017.11	0.00	1,017.11	Direct-OR Total
	0.00	49,173.52	49,173.52	0.00	3,938.81	3,938.81	0.00	45,234.71	45,234.71	Sendout Volumes Total
	0.00	11,396.17	11,396.17	0.00	1,227.37	1,227.37	0.00	10,168.80	10,168.80	Telemetry Total
<b>889 Measuring and Regulator Station Expense - General T</b>	<b>1,017.11</b>	<b>62,231.14</b>	<b>63,248.25</b>	<b>0.00</b>	<b>5,329.67</b>	<b>5,329.67</b>	<b>1,017.11</b>	<b>56,901.47</b>	<b>57,918.58</b>	
	0.00	2,123.55	2,123.55	0.00	208.95	208.95	0.00	1,914.60	1,914.60	3-factor Total
	0.00	7,191.98	7,191.98	0.00	576.08	576.08	0.00	6,615.90	6,615.90	Sendout Volumes Total
<b>891 Measuring and Regulator Station Expense - City Gate</b>	<b>0.00</b>	<b>9,315.53</b>	<b>9,315.53</b>	<b>0.00</b>	<b>785.03</b>	<b>785.03</b>	<b>0.00</b>	<b>8,530.50</b>	<b>8,530.50</b>	
	0.00	36,071.36	36,071.36	0.00	3,549.42	3,549.42	0.00	32,521.94	32,521.94	3-factor Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers-All Total
	66,469.99	0.00	66,469.99	0.00	0.00	0.00	66,469.99	0.00	66,469.99	Direct-OR Total
	(1,108.32)	0.00	(1,108.32)	(1,108.32)	0.00	(1,108.32)	0.00	0.00	0.00	Direct-WA Total
	0.00	19,215.45	19,215.45	0.00	1,539.16	1,539.16	0.00	17,676.29	17,676.29	Sendout Volumes Total
<b>892 Services Total</b>	<b>65,361.67</b>	<b>55,286.81</b>	<b>120,648.48</b>	<b>(1,108.32)</b>	<b>5,088.58</b>	<b>3,980.26</b>	<b>66,469.99</b>	<b>50,198.23</b>	<b>116,668.22</b>	
	0.00	466.19	466.19	0.00	45.87	45.87	0.00	420.32	420.32	3-factor Total
	0.00	129,949.32	129,949.32	0.00	13,605.69	13,605.69	0.00	116,343.63	116,343.63	Customers-All Total
	0.00	1,943.28	1,943.28	0.00	180.14	180.14	0.00	1,763.14	1,763.14	Customers-Comm Total
	0.00	29,243.76	29,243.76	0.00	2,047.06	2,047.06	0.00	27,196.70	27,196.70	Customers-Ind Total
	0.00	19,515.66	19,515.66	0.00	2,068.66	2,068.66	0.00	17,447.00	17,447.00	Customers-Res Total
	17,229.23	0.00	17,229.23	0.00	0.00	0.00	17,229.23	0.00	17,229.23	Direct-OR Total
	0.00	60,364.39	60,364.39	0.00	4,835.18	4,835.18	0.00	55,529.21	55,529.21	Sendout Volumes Total
<b>893 Meters and House Regulators Total</b>	<b>17,229.23</b>	<b>241,482.60</b>	<b>258,711.83</b>	<b>0.00</b>	<b>22,782.60</b>	<b>22,782.60</b>	<b>17,229.23</b>	<b>218,700.00</b>	<b>235,929.23</b>	
	0.00	1,308.74	1,308.74	0.00	128.78	128.78	0.00	1,179.96	1,179.96	3-factor Total
	0.00	167.11	167.11	0.00	17.50	17.50	0.00	149.61	149.61	Customers-All Total
	237.79	0.00	237.79	0.00	0.00	0.00	237.79	0.00	237.79	Direct-OR Total
<b>894 Other Equipment Total</b>	<b>237.79</b>	<b>1,475.85</b>	<b>1,713.64</b>	<b>0.00</b>	<b>146.28</b>	<b>146.28</b>	<b>237.79</b>	<b>1,329.57</b>	<b>1,567.36</b>	
	0.00	128,633.48	128,633.48	0.00	12,657.53	12,657.53	0.00	115,975.95	115,975.95	3-factor Total
<b>901 Supervision Total</b>	<b>0.00</b>	<b>128,633.48</b>	<b>128,633.48</b>	<b>0.00</b>	<b>12,657.53</b>	<b>12,657.53</b>	<b>0.00</b>	<b>115,975.95</b>	<b>115,975.95</b>	
	0.00	57,825.05	57,825.05	0.00	6,054.29	6,054.29	0.00	51,770.76	51,770.76	Customers-All Total
<b>902 Meter Reading Expenses Total</b>	<b>0.00</b>	<b>57,825.05</b>	<b>57,825.05</b>	<b>0.00</b>	<b>6,054.29</b>	<b>6,054.29</b>	<b>0.00</b>	<b>51,770.76</b>	<b>51,770.76</b>	
	0.00	857,120.48	857,120.48	0.00	84,340.66	84,340.66	0.00	772,779.82	772,779.82	3-factor Total
	0.00	131,273.46	131,273.46	0.00	13,744.33	13,744.33	0.00	117,529.13	117,529.13	Customers-All Total
	0.00	30,335.23	30,335.23	0.00	2,123.47	2,123.47	0.00	28,211.76	28,211.76	Customers-Ind Total
	0.00	394,328.45	394,328.45	0.00	41,798.81	41,798.81	0.00	352,529.64	352,529.64	Customers-Res Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-WA Total
<b>903 Customer Records and Collection Expense Total</b>	<b>0.00</b>	<b>1,413,057.62</b>	<b>1,413,057.62</b>	<b>0.00</b>	<b>142,007.27</b>	<b>142,007.27</b>	<b>0.00</b>	<b>1,271,050.35</b>	<b>1,271,050.35</b>	
	0.00	1,579.00	1,579.00	0.00	165.32	165.32	0.00	1,413.68	1,413.68	Customers-All Total
	0.00	4,851.48	4,851.48	0.00	449.73	449.73	0.00	4,401.75	4,401.75	Customers-Comm Total
	0.00	2,736.32	2,736.32	0.00	191.55	191.55	0.00	2,544.77	2,544.77	Customers-Ind Total
	0.00	(13,632.49)	(13,632.49)	0.00	(1,445.04)	(1,445.04)	0.00	(12,187.45)	(12,187.45)	Customers-Res Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
<b>904 Uncollectible Accounts Total</b>	<b>0.00</b>	<b>(4,465.69)</b>	<b>(4,465.69)</b>	<b>0.00</b>	<b>(638.44)</b>	<b>(638.44)</b>	<b>0.00</b>	<b>(3,827.25)</b>	<b>(3,827.25)</b>	
	0.00	1,268.79	1,268.79	0.00	134.49	134.49	0.00	1,134.30	1,134.30	Customers-Res Total
<b>907 Supervision Total</b>	<b>0.00</b>	<b>1,268.79</b>	<b>1,268.79</b>	<b>0.00</b>	<b>134.49</b>	<b>134.49</b>	<b>0.00</b>	<b>1,134.30</b>	<b>1,134.30</b>	
	0.00	14,276.72	14,276.72	0.00	1,404.83	1,404.83	0.00	12,871.89	12,871.89	3-factor Total
	0.00	81,796.86	81,796.86	0.00	8,564.14	8,564.14	0.00	73,232.72	73,232.72	Customers-All Total
	0.00	1,681.66	1,681.66	0.00	155.89	155.89	0.00	1,525.77	1,525.77	Customers-Comm Total
	0.00	69,244.62	69,244.62	0.00	4,847.13	4,847.13	0.00	64,397.49	64,397.49	Customers-Ind Total
	0.00	13,805.47	13,805.47	0.00	1,463.37	1,463.37	0.00	12,342.10	12,342.10	Customers-Res Total
	(151,522.14)	0.00	(151,522.14)	0.00	0.00	0.00	(151,522.14)	0.00	(151,522.14)	Direct-OR Total
	1,793.55	0.00	1,793.55	1,793.55	0.00	1,793.55	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	sales volumes Total

For the period ended September 30, 2014

FERC Descr	System			Washington			Oregon			Allocation Method
	Direct	Allocated	Total	Direct	Allocated	Total	Direct	Allocated	Total	
	Sep	Sep	Sep	Sep	Sep	Sep	Sep	Sep	Sep	
<b>908 Customer Assistance Expense Total</b>	<b>(149,728.59)</b>	<b>180,805.33</b>	<b>31,076.74</b>	<b>1,793.55</b>	<b>16,435.36</b>	<b>18,228.91</b>	<b>(151,522.14)</b>	<b>164,369.97</b>	<b>12,847.83</b>	
	0.00	160,995.81	160,995.81	0.00	17,065.55	17,065.55	0.00	143,930.26	143,930.26	Customers-Res Total
<b>909 Customer Information Expense Total</b>	<b>0.00</b>	<b>160,995.81</b>	<b>160,995.81</b>	<b>0.00</b>	<b>17,065.55</b>	<b>17,065.55</b>	<b>0.00</b>	<b>143,930.26</b>	<b>143,930.26</b>	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	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	14,417.97	14,417.97	0.00	1,528.30	1,528.30	0.00	12,889.67	12,889.67	Customers-Res Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
<b>910 Miscellaneous Customer Service Expense Total</b>	<b>0.00</b>	<b>14,417.97</b>	<b>14,417.97</b>	<b>0.00</b>	<b>1,528.30</b>	<b>1,528.30</b>	<b>0.00</b>	<b>12,889.67</b>	<b>12,889.67</b>	
	0.00	14,022.55	14,022.55	0.00	1,468.16	1,468.16	0.00	12,554.39	12,554.39	Customers-All Total
<b>911 Supervision Total</b>	<b>0.00</b>	<b>14,022.55</b>	<b>14,022.55</b>	<b>0.00</b>	<b>1,468.16</b>	<b>1,468.16</b>	<b>0.00</b>	<b>12,554.39</b>	<b>12,554.39</b>	
	0.00	1,218.74	1,218.74	0.00	119.93	119.93	0.00	1,098.81	1,098.81	3-factor Total
	0.00	201,481.60	201,481.60	0.00	21,095.13	21,095.13	0.00	180,386.47	180,386.47	Customers-All Total
	0.00	370.03	370.03	0.00	34.30	34.30	0.00	335.73	335.73	Customers-Comm Total
	0.00	21,773.80	21,773.80	0.00	2,308.01	2,308.01	0.00	19,465.79	19,465.79	Customers-Res Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers-The Dalles Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Direct-OR Total
<b>912 Demonstration and Selling Expense Total</b>	<b>0.00</b>	<b>224,844.17</b>	<b>224,844.17</b>	<b>0.00</b>	<b>23,557.37</b>	<b>23,557.37</b>	<b>0.00</b>	<b>201,286.80</b>	<b>201,286.80</b>	
	0.00	39,854.80	39,854.80	0.00	4,224.61	4,224.61	0.00	35,630.19	35,630.19	Customers-Res Total
<b>913 Advertising Total</b>	<b>0.00</b>	<b>39,854.80</b>	<b>39,854.80</b>	<b>0.00</b>	<b>4,224.61</b>	<b>4,224.61</b>	<b>0.00</b>	<b>35,630.19</b>	<b>35,630.19</b>	
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers-Res Total
<b>916 Miscellaneous Sales Expense Total</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	
	0.00	3,589,763.51	3,589,763.51	0.00	353,232.75	353,232.75	0.00	3,236,530.76	3,236,530.76	3-factor Total
	0.00	(1,865.74)	(1,865.74)	0.00	(195.35)	(195.35)	0.00	(1,670.39)	(1,670.39)	Customers-All Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Customers-Ind Total
	0.00	11,780.39	11,780.39	0.00	1,248.72	1,248.72	0.00	10,531.67	10,531.67	Customers-Res Total
	220,316.47	0.00	220,316.47	0.00	0.00	0.00	220,316.47	0.00	220,316.47	Direct-OR Total
	83.30	0.00	83.30	83.30	0.00	83.30	0.00	0.00	0.00	Direct-WA Total
	0.00	(975,815.45)	(975,815.45)	0.00	(102,558.19)	(102,558.19)	0.00	(873,257.26)	(873,257.26)	Employee Cost Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Firm Volumes Total
	0.00	44,263.79	44,263.79	0.00	13,279.14	13,279.14	0.00	30,984.65	30,984.65	regulatory Total
	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	Sales/Sendout Volumes Total
	0.00	659.21	659.21	0.00	52.80	52.80	0.00	606.41	606.41	Sendout Volumes Total
<b>921 Office Supplies and Expense Total</b>	<b>220,399.77</b>	<b>2,668,785.71</b>	<b>2,889,185.48</b>	<b>83.30</b>	<b>265,059.87</b>	<b>265,143.17</b>	<b>220,316.47</b>	<b>2,403,725.84</b>	<b>2,624,042.31</b>	
	0.00	(1,032,804.11)	(1,032,804.11)	0.00	(109,270.68)	(109,270.68)	0.00	(923,533.43)	(923,533.43)	Admin Tran Total
	0.00	(403,998.93)	(403,998.93)	0.00	(42,460.29)	(42,460.29)	0.00	(361,538.64)	(361,538.64)	Employee Cost Total
<b>922 Administrative Expenses Transferred - Credit Total</b>	<b>0.00</b>	<b>(1,436,803.04)</b>	<b>(1,436,803.04)</b>	<b>0.00</b>	<b>(151,730.97)</b>	<b>(151,730.97)</b>	<b>0.00</b>	<b>(1,285,072.07)</b>	<b>(1,285,072.07)</b>	
	0.00	193,484.37	193,484.37	0.00	19,038.86	19,038.86	0.00	174,445.51	174,445.51	3-factor Total
<b>924 Property Insurance Premium Total</b>	<b>0.00</b>	<b>193,484.37</b>	<b>193,484.37</b>	<b>0.00</b>	<b>19,038.86</b>	<b>19,038.86</b>	<b>0.00</b>	<b>174,445.51</b>	<b>174,445.51</b>	
	0.00	4,230.99	4,230.99	0.00	416.33	416.33	0.00	3,814.66	3,814.66	3-factor Total
<b>925 Injuries and Damages Total</b>	<b>0.00</b>	<b>4,230.99</b>	<b>4,230.99</b>	<b>0.00</b>	<b>416.33</b>	<b>416.33</b>	<b>0.00</b>	<b>3,814.66</b>	<b>3,814.66</b>	
	492.00	0.00	492.00	0.00	0.00	0.00	492.00	0.00	492.00	Direct-OR Total
	0.00	23,444.20	23,444.20	0.00	2,463.96	2,463.96	0.00	20,980.24	20,980.24	Employee Cost Total
<b>926 Employee Pensions and Benefits Total</b>	<b>492.00</b>	<b>23,444.20</b>	<b>23,936.20</b>	<b>0.00</b>	<b>2,463.96</b>	<b>2,463.96</b>	<b>492.00</b>	<b>20,980.24</b>	<b>21,472.24</b>	
	0.00	205,817.76	205,817.76	0.00	20,252.47	20,252.47	0.00	185,565.29	185,565.29	3-factor Total
<b>930 Miscellaneous General Expense Total</b>	<b>0.00</b>	<b>205,817.76</b>	<b>205,817.76</b>	<b>0.00</b>	<b>20,252.47</b>	<b>20,252.47</b>	<b>0.00</b>	<b>185,565.29</b>	<b>185,565.29</b>	
	0.00	381,545.04	381,545.04	0.00	37,544.03	37,544.03	0.00	344,001.01	344,001.01	3-factor Total
	0.00	2,380.00	2,380.00	0.00	249.19	249.19	0.00	2,130.81	2,130.81	Customers-All Total
	3,989.18	0.00	3,989.18	0.00	0.00	0.00	3,989.18	0.00	3,989.18	Direct-OR Total
	17,752.73	0.00	17,752.73	17,752.73	0.00	17,752.73	0.00	0.00	0.00	Direct-WA Total
<b>931 Rents Total</b>	<b>21,741.91</b>	<b>383,925.04</b>	<b>405,666.95</b>	<b>17,752.73</b>	<b>37,793.22</b>	<b>55,545.95</b>	<b>3,989.18</b>	<b>346,131.82</b>	<b>350,121.00</b>	
	0.00	272,090.46	272,090.46	0.00	26,773.71	26,773.71	0.00	245,316.75	245,316.75	3-factor Total
	0.00	1,565.89	1,565.89	0.00	224.71	224.71	0.00	1,341.18	1,341.18	Customers port/van Total
	0.00	8,473.11	8,473.11	0.00	887.14	887.14	0.00	7,585.97	7,585.97	Customers-All Total
	0.00	4,708.81	4,708.81	0.00	1,198.86	1,198.86	0.00	3,509.95	3,509.95	Customers-The Dalles Total
	56,441.34	0.00	56,441.34	0.00	0.00	0.00	56,441.34	0.00	56,441.34	Direct-OR Total
	3,911.46	0.00	3,911.46	3,911.46	0.00	3,911.46	0.00	0.00	0.00	Direct-WA Total
	0.00	71.68	71.68	0.00	7.53	7.53	0.00	64.15	64.15	Employee Cost Total
	0.00	326.32	326.32	0.00	30.71	30.71	0.00	295.61	295.61	Firm Volumes Total
	0.00	170.00	170.00	0.00	16.15	16.15	0.00	153.85	153.85	sales volumes Total
<b>935 Maintenance of General Plant Total</b>	<b>60,352.80</b>	<b>287,406.27</b>	<b>347,759.07</b>	<b>3,911.46</b>	<b>29,138.81</b>	<b>33,050.27</b>	<b>56,441.34</b>	<b>258,267.46</b>	<b>314,708.80</b>	
<b>Grand Total</b>	<b>780,524.77</b>	<b>8,528,722.62</b>	<b>9,309,247.39</b>	<b>68,424.69</b>	<b>841,977.37</b>	<b>910,402.06</b>	<b>712,100.08</b>	<b>7,686,745.25</b>	<b>8,398,845.33</b>	

# **Rate Base and Allocation Factors**

<b>Allocation Factors - Summary</b>	<b>Washington</b>	<b>Oregon</b>
<b>Customers-all</b>	10.470%	89.530%
<b>Customers-Residential</b>	10.600%	89.400%
<b>Customers-Commercial</b>	9.270%	90.730%
<b>Customers-Industrial</b>	7.000%	93.000%
<b>Customers-The Dalles</b>	25.460%	74.540%
<b>3-factor</b>	9.840%	90.160%
<b>firm volumes</b>	9.410%	90.590%
<b>sales volumes</b>	9.500%	90.500%
<b>sendout volumes</b>	8.010%	91.990%
<b>sales/sendout volumes</b>	8.750%	91.250%
<b>Customers Portland/Vancouver</b>	14.350%	85.650%
<b>Customers Portland/Vancouver 80%</b>	11.480%	88.520%
<b>Customers Portland/Vancouver Con</b>	13.730%	86.270%
<b>Payroll</b>	10.670%	89.330%
<b>Admin Transfer</b>	10.580%	89.420%
<b>Employee Cost</b>	10.510%	89.490%
<b>Regulatory</b>	30.000%	70.000%
<b>Telemetry</b>	10.770%	89.230%
<b>Direct-Wa</b>	100.000%	0.000%
<b>Direct-Or</b>	0.000%	100.000%
<b>Gross plant direct assign</b>	10.440%	89.560%
<b>Depreciation</b>	10.210%	89.787%
<b>Rate Base</b>	9.700%	90.300%

**NW Natural  
State Allocation Factors  
Updated for year ended 2013 data**

	<u>System</u>	<u>Washington</u>	<u>Oregon</u>
<b>Customers</b>			
<b>Total Customers</b>			
December 2013	694,873	73,255	621,618
December 2012	685,941	71,304	614,637
Average	690,407	72,280	618,128
% of System		10.47%	89.53%
<b>Residential Customers</b>			
December 2013	628,634	67,045	561,589
December 2012	621,399	65,438	555,961
Average	625,017	66,242	558,775
% of System		10.60%	89.40%
<b>Commercial Customers</b>			
December 2013	65,272	6,142	59,130
December 2012	63,580	5,799	57,781
Average	64,426	5,971	58,456
% of System		9.27%	90.73%
<b>Industrial Customers</b>			
December 2013	967	68	899
December 2012	962	67	895
Average	965	68	897
% of System		7.00%	93.00%
<b>The Dalles</b>			
December 2013	7,571	1,929	5,642
December 2012	7,440	1,893	5,547
Average	7,506	1,911	5,595
% of System		25.46%	74.54%
<b>Portland / Vancouver</b>			
December 2013	493,749	71,326	422,423
December 2012	486,694	69,411	417,283
Average	490,222	70,369	419,853
% of System		14.35%	85.65%
<b>Portland / Vancouver Commercial</b>			
December 2013	42,568	5,929	36,639
December 2012	41,315	5,586	35,729
Average	41,942	5,758	36,184
% of System		13.73%	86.27%
<b>Volumes - 12 Months Ended 12/31/13</b>			
<b>Firm Delivered</b>	854,080,157	80,395,729	773,684,428
<b>% of System</b>		9.41%	90.59%
<b>Sales Volumes</b>	758,034,023	72,020,261	686,013,762
<b>% of System</b>		9.50%	90.50%
<b>Sendout Volumes</b>	1,146,431,306	91,773,187	1,054,658,120
<b>% of System</b>		8.01%	91.99%
<b>3-factor formula (simple average)</b>			
<b>Gross Plant Directly Assigned</b>		10.44%	89.56%
<b>Number of Employees Directly Assigned</b>		8.60%	91.40%
<b>Number of Customers</b>		10.47%	89.53%
<b>Average</b>		9.84%	90.16%



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

<b>December 31, 2013</b>	<b>System</b>	<b>Washington</b>	<b>Oregon</b>
<b>Intangible - Other</b>	84,795	447	84,348
<b>Production</b>	675,198	0	675,198
<b>Transmission</b>	133,527,317	968,602	132,558,715
<b>Distribution</b>	1,875,730,818	206,637,568	1,669,093,250
<b>December 31, 2012</b>	<b>System</b>	<b>Washington</b>	<b>Oregon</b>
<b>Intangible</b>	84,795	447	84,348
<b>Production</b>	675,198	0	675,198
<b>Transmission</b>	80,702,757	772,600	79,930,156
<b>Distribution</b>	1,820,666,061	199,869,416	1,620,796,645
<b>Average</b>	<b>System</b>	<b>Washington</b>	<b>Oregon</b>
<b>Intangible - Other</b>	84,795	447	84,348
<b>Production</b>	675,198	0	675,198
<b>Transmission</b>	107,115,037	870,601	106,244,436
<b>Distribution</b>	1,848,198,440	203,253,492	1,644,944,948
<b>Gross Plant Directly Assigned</b>	1,956,073,470	204,124,540	1,751,948,930
<b>% of System</b>		10.44%	89.56%

**NW Natural  
Washington Annual Commission Basis Report  
Test Year Based on Twelve Months Ended December 31, 2012  
Rate Base**

<b>SYSTEM</b>	2012 Dec	2013 December	Dec 12 - Dec 13 12 month average	Allocation Method
<b>System</b>	<b>System</b>	<b>System</b>	<b>System</b>	
<b>Gross Plant</b>				
<b>Intangible</b>	96,503,005	103,123,879	98,788,733	Total Customers
<b>Software</b>	84,795	84,795	84,795	Direct
<b>Other</b>	675,198	675,198	675,198	Direct
<b>Production</b>	84,565,918	133,527,317	97,297,341	Direct
<b>Transmission</b>	1,820,666,061	1,875,730,818	1,844,854,835	Direct
<b>Distribution</b>	138,056,228	176,320,553	143,515,920	3-Factor & Direct
<b>General</b>				
<b>Storage and storage transmission</b>	278,392,658	279,519,367	279,088,869	Firm Delivered Volumes
<b>CNG and LNG</b>	2,545,186	2,527,301	2,542,316	3-Factor
<b>Encana</b>	99,769,227	153,839,135	130,680,397	Direct
<b>Total Gross Plant</b>	2,521,258,277	2,725,348,364	2,597,528,405	
<b>Accumulated Depreciation</b>				
<b>Intangible</b>	(66,572,958)	(70,730,657)	(68,794,285)	Total Customers
<b>Production</b>	(691,036)	(691,036)	(691,036)	Direct
<b>Transmission</b>	(14,872,097)	(17,824,894)	(16,222,417)	Direct
<b>Distribution</b>	(820,128,174)	(857,234,227)	(839,192,037)	Direct
<b>General</b>	(62,411,612)	(64,670,658)	(63,892,860)	3-Factor
<b>Storage and storage transmission</b>	(102,365,705)	(109,184,265)	(105,773,346)	Firm Delivered Volumes
<b>CNG and LNG</b>	(2,464,388)	(2,324,428)	(2,376,564)	3-Factor
<b>Encana</b>	(7,483,115)	(18,583,085)	(12,696,690)	Direct
<b>Total Accumulated Depreciation</b>	(1,076,989,085)	(1,141,243,250)	(1,109,639,233)	
<b>Storage Gas</b>	14,132,362	14,127,180	14,108,386	Firm Delivered Volumes
<b>Customer Advances</b>	(3,260,756)	(3,138,288)	(3,441,651)	Direct
<b>Leasehold Improvements</b>	1,552,161	1,378,600	1,440,348	Direct & 3-Factor
<b>Total Rate Base Excluding ADIT and WC</b>	1,456,692,958	1,596,472,605	1,499,996,255	

<b>OREGON</b>	2012 Dec OREGON	2013 December OREGON	Dec 12 - Dec 13 12 month average OREGON	Allocation Method
<b>Gross Plant</b>				
<b>Intangible</b>	86,399,140	92,326,809	88,445,553	Total Customers
<b>Software</b>	84,348	84,348	84,348	Direct
<b>Other</b>	675,198	675,198	675,198	Direct
<b>Production</b>	83,793,318	132,558,715	96,387,571	Direct
<b>Transmission</b>	1,620,796,645	1,669,093,250	1,641,904,383	Direct
<b>Distribution</b>	127,621,579	165,375,346	132,846,702	3-Factor & Direct
<b>General</b>				
<b>Storage and storage transmission</b>	255,301,209	256,321,894	255,931,906	Firm Delivered Volumes
<b>CNG and LNG</b>	2,294,740	2,278,615	2,292,152	3-Factor
<b>Encana</b>	99,769,227	153,839,135	130,680,397	Direct
<b>Total Gross Plant</b>	2,276,735,405	2,472,553,311	2,349,248,210	
<b>Accumulated Depreciation</b>				
<b>Intangible</b>	(59,602,769)	(63,325,157)	(61,591,523)	Total Customers
<b>Production</b>	(691,036)	(691,036)	(691,036)	Direct
<b>Transmission</b>	(14,826,948)	(17,761,094)	(16,168,341)	Direct
<b>Distribution</b>	(738,939,869)	(771,166,868)	(755,553,987)	Direct
<b>General</b>	(57,020,347)	(59,068,036)	(58,360,660)	3-Factor
<b>Storage and storage transmission</b>	(95,034,288)	(101,364,504)	(98,197,874)	Firm Delivered Volumes
<b>CNG and LNG</b>	(2,221,892)	(2,095,704)	(2,142,710)	3-Factor
<b>Encana</b>	(7,483,115)	(18,583,085)	(12,696,690)	Direct
<b>Total Accumulated Depreciation</b>	(975,820,264)	(1,034,055,485)	(1,005,402,821)	
<b>Storage Gas</b>	12,802,507	12,797,812	12,780,787	Firm Delivered Volumes
<b>Customer Advances</b>	(3,066,937)	(2,910,664)	(3,213,965)	Direct
<b>Leasehold Improvements</b>	1,211,817	1,074,460	1,119,943	Direct & 3-Factor
<b>Total Rate Base Excluding ADIT</b>	1,311,862,528	1,449,459,435	1,354,532,153	

NW Natural  
Washington Annual Commission Basis Report  
Test Year Based on Twelve Months Ended December 31, 2012  
Rate Base

	2012	2013	Dec 12 - Dec 13	
<b>WASHINGTON</b>	2012	2013	Dec 12 - Dec 13	
	Dec	December	12 month average	
<b>Gross Plant</b>	WASHINGTON	WASHINGTON	WASHINGTON	
<b>Intangible</b>	10,103,865	10,797,070	10,343,180	Total Customers
<b>Software</b>	447	447	447	Direct
<b>Other</b>	0	0	0	Direct
<b>Production</b>	772,600	968,602	909,771	Direct
<b>Distribution</b>	199,869,416	206,637,568	202,950,452	Direct
<b>General</b>	10,434,649	10,945,207	10,669,218	3-Factor & Direct
<b>Storage and storage transmission</b>	23,091,449	23,197,472	23,156,963	Firm Delivered Volumes
<b>CNG and LNG</b>	250,446	248,686	250,164	3-Factor
<b>Total Gross Plant</b>	244,522,872	252,795,053	248,280,194	
<b>Accumulated Depreciation</b>				
<b>Intangible</b>	(6,970,189)	(7,405,500)	(7,202,762)	Total Customers
<b>Production</b>	0	0	0	Direct
<b>Transmission</b>	(45,150)	(63,800)	(54,076)	Direct
<b>Distribution</b>	(81,188,305)	(86,067,359)	(83,638,049)	Direct
<b>General</b>	(5,391,265)	(5,602,622)	(5,532,199)	3-Factor
<b>Storage and storage transmission</b>	(7,331,417)	(7,819,762)	(7,575,472)	Firm Delivered Volumes
<b>CNG and LNG</b>	(242,496)	(228,724)	(233,854)	3-Factor
<b>Total Accumulated Depreciation</b>	(101,168,821)	(107,187,765)	(104,236,412)	
<b>Storage Gas</b>	1,329,855	1,329,368	1,327,599	Firm Delivered Volumes
<b>Customer Advances</b>	(193,819)	(227,624)	(227,685)	Direct
<b>Leasehold Improvements</b>	340,343	304,139	320,405	Direct & 3-Factor
<b>Total Rate Base Excluding ADIT</b>	144,830,431	147,013,170	145,464,101	
<b>Total Rate Base Used</b>			<u>\$145,464,101</u>	

# **Customer Counts, Volumes and Usage per Customer**

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

	2013 January	2013 February	2013 March	2013 April	2013 May	2013 June	2013 July	2013 August	2013 September	2013 October	2013 November	2013 December
<b>Volumes</b>												
Residential	8,750,169	6,980,327	5,449,150	3,840,853	2,444,093	1,873,602	1,278,343	1,096,187	1,109,914	2,277,487	3,590,088	7,990,702
Commercial	3,567,264	2,968,564	2,327,093	1,688,409	1,214,810	982,427	766,605	674,595	686,244	1,101,305	1,610,376	3,140,019
Industrial Firm	396,077	338,948	299,345	268,008	232,664	188,413	200,035	203,519	204,275	265,248	299,508	391,969
Interruptible	161,224	125,285	133,027	115,604	153,845	131,259	97,647	90,593	112,292	166,890	(85,328)	121,289
<b>Transport Firm</b>	916,659	745,809	789,017	731,803	635,482	587,015	597,096	656,502	676,361	735,725	772,706	929,803
<b>Transport Interruptible</b>	787,376	663,828	741,684	770,231	713,728	691,909	814,962	930,009	1,096,427	1,235,301	849,097	782,084
<b>Total</b>	14,578,769	11,822,761	9,739,316	7,414,908	5,394,622	4,454,625	3,754,688	3,651,405	3,885,513	5,781,956	7,036,447	13,355,866
<b>Customers</b>												
Residential	65,645	65,769	65,834	65,910	65,989	66,039	66,082	66,186	66,286	66,513	66,779	67,045
Commercial	5,854	5,891	5,914	5,894	5,894	5,924	5,945	5,949	6,002	6,028	6,074	6,142
Industrial Firm	38	38	38	38	38	39	37	37	37	37	37	37
Interruptible	6	6	6	6	5	6	6	6	6	6	4	7
<b>Transport Firm</b>	12	20	20	12	12	12	12	12	12	12	13	13
<b>Transport Interruptible</b>	11	11	11	11	11	11	11	11	11	11	11	11
<b>Total</b>	71,566	71,735	71,823	71,871	71,949	72,031	72,093	72,201	72,354	72,607	72,918	73,255
<b>Use per Customer</b>												
Residential	133	106	83	58	37	28	19	17	17	34	54	119
Commercial	609	504	393	286	206	166	129	113	114	183	265	511
Industrial Firm	10,423	8,920	7,878	7,053	6,123	4,831	5,406	5,501	5,521	7,169	8,095	10,594
Interruptible	26,871	20,881	22,171	19,267	30,769	21,877	16,275	15,099	18,715	27,815	(21,332)	17,327
<b>Transport Firm</b>	76,388	37,290	39,451	60,984	52,957	48,918	49,758	54,709	56,363	61,310	59,439	71,523
<b>Transport Interruptible</b>	71,580	60,348	67,426	70,021	64,884	62,901	74,087	84,546	99,675	112,300	77,191	71,099

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

12 Months Ended	2013 January	2013 February	2013 March	2013 April	2013 May	2013 June	2013 July	2013 August	2013 September	2013 October	2013 November	2013 December
<b>Volumes</b>												
<b>Residential</b>	45,004,262	45,475,127	44,790,133	43,890,930	43,559,324	43,517,202	43,413,989	43,436,903	43,400,629	44,111,921	44,523,937	46,680,915
<b>Commercial</b>	20,099,549	20,278,997	19,985,021	19,648,486	19,549,836	19,529,582	19,479,567	19,520,716	19,496,830	19,627,616	19,928,851	20,727,711
<b>Industrial Firm</b>	3,084,981	3,045,400	3,019,185	3,036,469	3,055,988	3,042,649	3,061,131	3,089,907	3,129,061	3,181,512	3,220,124	3,288,009
<b>Interruptible</b>	2,153,070	2,007,637	1,862,737	1,744,461	1,731,400	1,699,220	1,665,014	1,569,663	1,533,623	1,632,519	1,341,306	1,323,627
<b>Transport Firm</b>	8,604,773	8,578,291	8,546,177	8,562,907	8,502,183	8,459,185	8,431,218	8,468,757	8,523,421	8,606,597	8,665,638	8,773,978
<b>Transport Interruptible</b>	9,189,164	9,212,232	9,307,007	9,435,437	9,448,010	9,478,904	9,647,221	9,808,215	10,028,487	10,138,211	10,102,336	10,076,636
<b>Total</b>	88,135,799	88,597,684	87,510,260	86,318,690	85,846,741	85,726,742	85,698,140	85,894,161	86,112,051	87,298,376	87,782,192	90,870,876
<b>Average Customers</b>												
<b>Residential</b>	65,173	65,249	65,322	65,395	65,469	65,544	65,624	65,713	65,804	65,914	66,039	66,173
<b>Commercial</b>	5,583	5,614	5,646	5,675	5,704	5,736	5,773	5,812	5,856	5,902	5,931	5,959
<b>Industrial Firm</b>	38	38	38	38	38	38	38	38	38	38	38	38
<b>Interruptible</b>	8	8	7	7	7	7	6	6	6	6	6	6
<b>Transport Firm</b>	12	13	13	13	13	13	13	13	13	13	13	14
<b>Transport Interruptible</b>	9	10	10	10	10	10	11	11	11	11	11	11
<b>Total</b>	70,822	70,931	71,037	71,138	71,241	71,348	71,465	71,593	71,728	71,884	72,038	72,200
<b>12 Month Use per Average Customer</b>												
<b>Residential</b>	691	697	686	671	665	664	662	661	660	669	674	705
<b>Commercial</b>	3,600	3,612	3,540	3,463	3,427	3,405	3,374	3,359	3,330	3,326	3,360	3,478
<b>Industrial Firm</b>	81,721	80,673	79,802	80,083	80,421	79,895	80,556	81,492	82,706	84,278	85,490	87,486
<b>Interruptible</b>	274,860	264,743	254,010	246,277	256,504	261,418	259,483	251,146	252,102	275,919	233,271	226,907
<b>Transport Firm</b>	717,064	672,807	636,982	638,229	633,703	630,498	628,414	631,212	635,286	641,485	645,886	649,924
<b>Transport Interruptible</b>	984,553	961,276	946,475	943,544	929,312	917,313	918,783	919,520	925,706	921,656	918,394	916,058

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

	2014 January	2014 February	2014 March	2014 April	2014 May	2014 June	2014 July	2014 August	2014 September
<b>Volumes</b>									
Residential	8,504,093	7,887,630	5,577,659	3,816,462	2,487,938	1,566,987	1,369,371	1,078,445	1,112,888
Commercial	3,652,334	3,356,475	2,455,158	1,769,964	1,187,472	904,368	782,964	656,478	704,783
Industrial Firm	403,214	374,236	335,166	275,457	237,005	168,941	161,826	144,792	150,420
Interruptible	232,910	142,803	114,827	99,211	89,841	85,563	76,070	77,333	80,442
<b>Transport Firm</b>									
Transport Firm	832,429	780,602	763,310	702,499	669,622	671,756	659,734	648,931	595,326
Transport Interruptible	862,564	683,553	735,354	792,231	683,193	724,135	718,841	822,712	1,087,458
<b>Total</b>	<b>14,487,544</b>	<b>13,225,299</b>	<b>9,981,474</b>	<b>7,455,824</b>	<b>5,355,071</b>	<b>4,121,750</b>	<b>3,768,806</b>	<b>3,428,691</b>	<b>3,731,317</b>
<b>Customers</b>									
Residential	67,275	67,436	67,534	67,610	67,670	67,740	67,770	67,831	67,914
Commercial	6,212	6,159	6,181	6,183	6,175	6,144	6,130	6,130	6,136
Industrial Firm	38	38	39	39	39	39	39	39	39
Interruptible	6	6	5	5	5	5	5	5	5
<b>Transport Firm</b>									
Transport Firm	13	13	13	13	13	14	14	14	14
Transport Interruptible	11	11	11	11	11	11	11	11	11
<b>Total</b>	<b>73,555</b>	<b>73,663</b>	<b>73,783</b>	<b>73,861</b>	<b>73,913</b>	<b>73,953</b>	<b>73,969</b>	<b>74,030</b>	<b>74,119</b>
<b>Use per Customer</b>									
Residential	126	117	83	56	37	23	20	16	16
Commercial	588	545	397	286	192	147	128	107	115
Industrial Firm	10,611	9,848	8,594	7,063	6,077	4,332	4,149	3,713	3,857
Interruptible	38,818	23,801	22,965	19,842	17,968	17,113	15,214	15,467	16,088
<b>Transport Firm</b>									
Transport Firm	64,033	60,046	58,716	54,038	51,509	47,983	65,349	74,792	42,523
Transport Interruptible	78,415	62,141	66,850	72,021	62,108	65,830	65,349	74,792	98,860

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

12 Months Ended	2014 January	2014 February	2014 March	2014 April	2014 May	2014 June	2014 July	2014 August	2014 September
<b>Volumes</b>									
<b>Residential</b>	46,434,839	47,342,142	47,470,651	47,446,260	47,490,105	47,183,490	47,274,518	47,256,776	47,259,750
<b>Commercial</b>	20,812,781	21,200,692	21,328,757	21,410,312	21,382,974	21,304,915	21,321,274	21,303,157	21,321,696
<b>Industrial Firm</b>	3,295,146	3,330,434	3,366,255	3,373,704	3,378,045	3,358,573	3,320,364	3,261,637	3,207,782
<b>Interruptible</b>	1,395,313	1,412,831	1,394,631	1,378,238	1,314,234	1,268,538	1,246,961	1,233,701	1,201,851
<b>Transport Firm</b>	8,689,748	8,724,541	8,698,834	8,669,530	8,703,670	8,788,411	8,851,049	8,843,478	8,762,443
<b>Transport Interruptible</b>	10,151,824	10,171,549	10,165,219	10,187,219	10,156,684	10,188,910	9,373,948	9,985,492	9,976,523
<b>Total</b>	90,779,651	92,182,189	92,424,347	92,465,263	92,425,712	92,092,837	91,388,114	91,884,241	91,730,045
<b>Average Customers</b>									
<b>Residential</b>	66,309	66,448	66,590	66,731	66,871	67,013	67,154	67,291	67,426
<b>Commercial</b>	5,989	6,011	6,034	6,058	6,081	6,100	6,115	6,130	6,141
<b>Industrial Firm</b>	38	38	38	38	38	38	38	38	38
<b>Interruptible</b>	6	6	6	6	6	6	6	5	5
<b>Transport Firm</b>	14	13	12	13	13	13	13	13	13
<b>Transport Interruptible</b>	11	11	11	11	11	11	11	11	11
<b>Total</b>	72,366	72,527	72,690	72,856	73,020	73,180	73,336	73,488	73,636
<b>12 Month Use per Average Customer</b>									
<b>Residential</b>	700	712	713	711	710	704	704	702	701
<b>Commercial</b>	3,475	3,527	3,535	3,534	3,516	3,493	3,487	3,475	3,472
<b>Industrial Firm</b>	87,676	88,615	89,370	89,370	89,288	88,773	87,378	85,458	83,681
<b>Interruptible</b>	239,197	242,200	242,545	243,218	231,924	227,201	226,720	227,760	225,347
<b>Transport Firm</b>	639,736	671,119	700,577	693,562	691,682	689,287	685,243	675,935	661,316
<b>Transport Interruptible</b>	922,893	924,686	924,111	926,111	923,335	926,265	852,177	907,772	906,957