

September 15, 2025

NWN WUTC Advice No. 25-07 / UG-_____

VIA ELECTRONIC FILING

Jeff Killip, Executive Director & Secretary
Washington Utilities and Transportation Commission
621 Woodland Square Loop SE
Lacey, WA 98503

Re: Schedule 220: Special Rate Adjustment - Mist Recall

Northwest Natural Gas Company, dba NW Natural (NW Natural or Company) files herewith the following revisions to its Tariff WN U-6, stated to become effective with service on and after November 1, 2025, as follows:

Tenth Revision of Sheet 220.1	Schedule 220	Special Rate Adjustment
Fourth Revision of Sheet 220.2	Schedule 220	Special Rate Adjustment (continued)

Purpose

The purpose of this filing is to include the cost to recall 15,000 dekatherms per day (Dth/day) of the Company's Mist storage capacity that was recalled away from interstate/intrastate storage customers to core utility customers. The Company revises rates for this purpose periodically; the last adjustments under Schedule 220 went into effect November 1, 2024.

Background

This Mist capacity recall is based on core customer supply needs as identified in the 2022 Integrated Resource Plan (IRP), in conjunction with our current gas supply portfolio. The Mist storage requirement for the 2025-26 heating season is 340,000 Dth/day. This is an incremental core customer need of 15,000 Dth/day. The portions of assets being recalled include reservoir capacity, compression, Miller Station, and other assets as described in Exhibit B.

Proposed Changes

The proposed Schedule 220 adjustments are calculated on an equal-percentage-of margin basis and are shown for each rate schedule on page 1 of Exhibit A to this filing. It should be noted that the proposed Schedule 220 adjustments represent only a portion of the accounts that are proposed to be applied to customer rates effective November 1, 2025 (see NW Natural's WUTC Advice Nos. 25-02, 25-04, 25-05, 25-06, and 25-08). As such, the bill effects stated herein are provided for illustrative purposes only and reflect the effect of adding the proposed Schedule 220 adjustments to current billing rates.

If there were no other adjustments to rates effective November 1, 2025, the average residential Schedule 2 customer using 56 therms would see an increase of \$0.01¹ per month, and the average Schedule 3 commercial customer using 261 therms would see a bill increase of \$0.02 per month. The average industrial customer on Schedule 42 firm sales using 11,726 therms would see a bill increase of \$0.57. The bill impact for customers on other rate schedules is shown on page 2 of Exhibit A to this filing. The rate changes would be an increase in the Company's revenues from its Washington operations of \$9,409, or 0.01%.

In accordance with WAC 480-90-198 and WAC 480-90-194(5), the Company will provide notice to customers as stated in WAC 480-90-194(3). A copy of this notice is included with the Company's PGA filing, WUTC Advice No. 25-08.

The proposed rate change will affect all of NW Natural's Washington sales customers. NW Natural currently serves approximately 91,114 residential customers and 7,387 commercial customers and 74 industrial customers in the Company's Washington service territory.

Exhibit A contains information from the settlement in NW Natural's UG-200994 rate case, approved in Order 05, that did not disclose the underlying inputs of the cost of capital and is considered confidential under WAC 480-07-160.

Conclusion

The Company respectfully requests that the tariff sheets filed herewith be approved to become effective with service on and after November 1, 2025.

As required by WAC 480-80-103(4)(a), I certify that I have authority to issue tariff revisions on behalf of NW Natural.

Copies of this letter and the attached filing are available in the Company's main office in Portland, Oregon, and on its website at www.nwnatural.com.

Please address correspondence on this matter to Michael Lewis at Michael.Lewis@nwnatural.com with copies to the following:

eFiling
Rates & Regulatory Affairs
NW Natural
250 SW Taylor Street
Portland, Oregon 97204
(503) 610-7330
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¹ All bill impacts assume Climate Commitment Act charges and credits for non-low income customers who joined NW Natural's system before July 25, 2021, as set out in Schedule 308 - Washington Climate Commitment Act Recovery Mechanism.

Sincerely,

NW NATURAL

/s/ Kyle Walker, CPA

Kyle Walker, CPA
Rates/Regulatory Senior Manager
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Attachments:

NEW-NWN-WUTC-Advice-25-07-Mist-Recall-Trf-Sheet-220-1-09-15-25
NEW-NWN-WUTC-Advice-25-07-Mist-Recall-Trf-Sheet-220-2-09-15-25
NEW-NWN-WUTC-Advice-25-07-Mist-Recall-Exh-A-09-15-25 (C)
NEW-NWN-WUTC-Advice-25-07-Mist-Recall-Exh-A-09-15-25 (R)
NEW-NWN-WUTC-Advice-25-07-Mist-Recall-Exh-A-xlsx-09-15-25 (C)
NEW-NWN-WUTC-Advice-25-07-Mist-Recall-Exh-A-xlsx-09-15-25 (R)
NEW-NWN-WUTC-Advice-25-07-Mist-Recall-Exh-B-09-15-25