

Cost Methodology-- Federal Dollars Credited	Actual Miles	# of Inspection Days	Average # of Inspection Units	Total # of Inspection Days	Cost of Inspection	Cost of Standard Inspection * # of Units	Percent of Actual Miles	Cost For Actual Mile	Total For Company
<b>INTERSTATE</b>									
<b>GAS -- TRANSMISSION</b>									
Northwest Natural - KB Pipeline	18.00	23	0.5	11.5	\$12,220	\$6,110	0.7297%	\$2,859.91	\$8,969.91
PG&E Transmission	307.00	23	1	23	\$12,220	\$12,220	12.4451%	\$48,777.41	\$60,997.41
Williams	1,423.00	23	2	46	\$12,220	\$24,440	57.6854%	\$226,092.04	\$250,532.04
PSE - Jackson Prairie	7.00	13	1	13	\$6,890	\$6,890	0.2838%	\$1,112.19	\$8,002.19
Williams -- LNG		10	1	10	\$5,720	\$5,720	0.0000%	\$0.00	\$5,720.00
<b>HAZARDOUS LIQUIDS</b>									
Trans-Mountain Pipeline	63.00	24	0.5	12	\$12,775	\$6,388	2.5539%	\$10,009.70	\$16,397.20
Yellowstone Pipeline - Spokane	25.15	24	0.5	12	\$12,775	\$6,388	1.0195%	\$3,995.93	\$10,383.43
Yellowstone Pipeline - Moses Lake	114.52	24	0.5	12	\$12,775	\$6,388	4.6424%	\$18,195.40	\$24,582.90
Chevron	175.00	24	0.5	12	\$12,775	\$6,388	7.0941%	\$27,804.71	\$34,192.21
BP Amoco - Olympic Pipeline	334.16	24	1	24	\$12,775	\$12,775	13.5461%	\$53,092.70	\$65,867.70
BP Amoco - Olympic Anomaly Digs		100	1	100	\$50,775	\$50,775	0.0000%	\$0.00	\$50,775.00
Exxon - Break-Out Tanks Spokane		13	1	13	\$6,890	\$6,890	0.0000%	\$0.00	\$6,890.00
<b>TOTAL INTERSTATE MILES</b>	<b>2,466.83</b>	<b>325</b>	<b>11</b>	<b>289</b>		<b>\$151,370</b>	<b>100%</b>	<b>\$391,940</b>	<b>\$543,310</b>
<b>INTRASTATE</b>									
<b>LDC's</b>									
NW Natural	1,263.00	26	2	52	\$13,750	\$27,500	6.9561%	\$28,467.28	\$55,967.28
Avista	2,564.00	26	2	52	\$13,750	\$27,500	14.1215%	\$57,791.06	\$85,291.06
Cascade	3,639.00	26	4	104	\$13,750	\$55,000	20.0421%	\$82,020.94	\$137,020.94
PSE	10,330.00	26	3	78	\$13,750	\$41,250	56.8934%	\$232,832.17	\$274,082.17
<b>MUNICIPAL</b>									
Buckley	33.00	12.5	0.5	6.25	\$6,610	\$3,305	0.1818%	\$743.80	\$4,048.80
Ellensburg	91.00	12.5	0.5	6.25	\$6,610	\$3,305	0.5012%	\$2,051.09	\$5,356.09
Enumclaw	84.20	12.5	0.5	6.25	\$6,610	\$3,305	0.4637%	\$1,897.82	\$5,202.82
<b>DIRECT SALES - TRANSMISSION</b>									
Vanalco	0.50	12	1	12	\$6,360	\$6,360	0.0028%	\$11.27	\$6,371.27
Agrium	0.80	12	1	12	\$6,360	\$6,360	0.0044%	\$18.03	\$6,378.03
Inland Empire Paper Co.	3.40	12	1	12	\$6,360	\$6,360	0.0187%	\$76.63	\$6,436.63
Georgia Pacific Corp. - Camas	1.70	12	1	12	\$6,360	\$6,360	0.0094%	\$38.32	\$6,398.32
Sumas Cogeneration Co.	4.20	12	1	12	\$6,360	\$6,360	0.0231%	\$94.67	\$6,454.67
Weyerhaeuser Paper	9.00	12	1	12	\$6,360	\$6,360	0.0496%	\$202.85	\$6,562.85
Arco Western Co.	36.25	12	1	12	\$6,360	\$6,360	0.1997%	\$817.05	\$7,177.05
Bassin Food	3.62	12	1	12	\$6,360	\$6,360	0.0199%	\$81.59	\$6,441.59
<b>STORAGE - LPG/LNG</b>									
PSE - Propane Air		13	1	13	\$6,890	\$6,890		\$0.00	\$6,890.00
PSE-LNG		13	1	13	\$6,890	\$6,890		\$0.00	\$6,890.00
<b>PROPANE DISTRIBUTION</b>									
PSE -- LP Gas Distribution		9.5	1	9.5	\$5,140	\$5,140		\$0.00	\$5,140.00
<b>HAZARDOUS LIQUIDS</b>									
Agrium	1.60	16	1	16	\$8,470	\$8,470	0.0088%	\$36.06	\$8,506.06
Tidewater	2.79	16	1	16	\$8,470	\$8,470	0.0154%	\$62.88	\$8,532.88
Arco	10.00	16	1	16	\$8,470	\$8,470	0.0551%	\$225.39	\$8,695.39
Kaneb	4.20	16	1	16	\$8,470	\$8,470	0.0231%	\$94.67	\$8,564.67
Naval Air Station - Whidbey	4.00	16	1	16	\$8,470	\$8,470	0.0220%	\$90.16	\$8,560.16
BP Amoco - Olympic Pipeline Laterals	56.01	16	0.5	8	\$8,470	\$4,235	0.3085%	\$1,262.43	\$5,497.43
McChord Pipeline Co.	14.50	16	1	16	\$8,470	\$8,470	0.0799%	\$326.82	\$8,796.82
<b>TOTAL INTRASTATE MILES</b>	<b>18,156.77</b>	<b>385</b>	<b>30</b>	<b>540</b>		<b>286,020</b>	<b>100%</b>	<b>\$409,243</b>	<b>\$695,263</b>
<b>TOTAL PIPELINE MILES</b>	<b>20,623.60</b>	<b>710</b>	<b>41</b>	<b>829</b>		<b>437,390</b>	<b>100%</b>	<b>\$801,183</b>	<b>\$1,238,573</b>
Total Cost of Program including JLRK audit									
Less Federal Reimbursement									
Program Balance									
Inter-41.7% Net Bal. and Less Fed \$400,308									
Intra-58.3% of Net Bal. Less Fed Grant \$423,281									