

NORTHWEST NATURAL GAS COMPANY

WN U-6 Fourth Revision of Sheet U-2
Cancels Third Revision Sheet U-2

SCHEDULE U
SMART ENERGY™ PROGRAM
(continued)

Residential Customer Class Options. (continued)

The Volumetric Rate provides the option to offset emissions associated with natural gas usage on the basis of the customer's actual monthly usage.

Commercial Customer Class Option.

Commercial customers may choose a Fixed Rate of their choice (not less than \$10 per bill) or a negotiated price, pursuant to the execution of a written contract for non-residential customers who use an aggregate of 100,000 therms or more annually. Under the Fixed Rate Option, the Fixed Rate can be in any amount of Customer's choosing, but cannot be less than \$10 per monthly bill per account enrolled.

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At the time of enrollment, Customers will be given an estimate of the resulting Monthly Percentage of Offset being purchased for the Fixed Rate selected. The monthly Percentage of Offset amount will be calculated based on the Customer's past 12 months of usage at the time of enrollment.

Industrial Customer Class Option

Monthly pricing for Industrial Customers will be a fixed rate per month, subject to a negotiation pursuant to a written contract.

SMART ENERGY™ ACCOUNT

By the 20th of the month following the billing month, the amount billed for Smart Energy™, net of an allowance for uncollectibles, will be deposited into a market-based interest bearing bank account dedicated to the Smart Energy™ Program (Smart Energy™ Account). The reserve for uncollectibles shall be in an amount equal to NW Natural's average percentage of residential net write-offs.

The Company will be reimbursed from the Smart Energy™ Account each month for actual program administration costs incurred.

REPORTS:

1) Annual Report. The Company will file a report with the Commission within ninety (90) days following the end of the calendar year. The report will include participation details, program funding received for that year; demand of total offsets obligated for that year, and a list of projects from which the offsets have been secured.

2) Customer Report. The Company will annually provide participating Smart Energy™ Customers with a report detailing the current number of program participants and the volume of offsets that have been funded on behalf of Smart Energy™ Customers.

GENERAL TERMS:

This schedule is governed by the terms of this Schedule, the General Rules and Regulations contained in this Tariff and by all rules and regulations prescribed by regulatory authorities, as amended from time to time.

Issued February 19, 2021
NWN Advice No. WUTC 21-01

Effective with service on
and after April 9, 2021