

NORTHWEST NATURAL GAS COMPANY

WN U-6

Original Sheet 305.1

**SCHEDULE 305
ADJUSTMENT FOR CERTAIN INCOME TAXES
(2017 FEDERAL TAX CUTS AND JOBS ACT)**

(N)

PURPOSE:

To identify adjustments to Customer rates applicable to the Rate Schedules listed below pursuant to Commission Order XX in Docket UG XXXXXX entered November XX, 2019.

DESCRIPTION:

This Schedule 305 sets forth the adjustments to Customer rates that arise out of the 2017 federal Tax Cuts and Jobs Act (TCJA). The total adjustment amount is comprised of three separate parts as follows:

Part 1. The interim period tax deferral in the amount of \$2.1 million to be returned to Customers as an adjustment to base rates.

Part 2. The amortization of plant excess deferred income taxes (EDIT) in the amount of \$2.53 million to be returned as an adjustment to base rates.

Part 3. The amortization of non-plant EDIT in the amount of \$400 thousand to be applied as an adjustment surcharge to base rates.

TERM:

The term of each adjustment is as follows:

Part 1. The adjustment to rates for the interim tax deferral shall be effective for a 23-month period commencing December 1, 2019 and ending October 31, 2021, or such other date the Commission may approve.

Part 2. The adjustment to rates for the plant EDIT shall be effective for a 5-year period commencing December 1, 2019 ending November 30, 2024, or such other date the Commission may approve.

Part 3. The adjustment to rates for the non-plant EDIT shall be effective for a 10-year period commencing December 1, 2019 ending November 30, 2029, or such other date the Commission may approve.

APPLICABLE:

To all Firm and Interruptible Sales Service and Transportation Customers taking service under the following Rate Schedules of the Tariff of which this Schedule 305 is a part:

Rate Schedule 1	Rate Schedule 41
Rate Schedule 2	Rate Schedule 42
Rate Schedule 3	Rate Schedule 43
Schedule 27	

(continue to Sheet 305.2)

(N)

Issued December 31, 2018
NWN WUTC Advice No. 18-10

Effective with service on
and after February 1, 2019