#### **EXHIBIT A**

# BEFORE THE WASHINGTON UTILITIES & TRANSPORTATION COMMISSION

# NW NATURAL SUPPORTING MATERIALS

Adjustments for Certain Income Taxes

NWN WUTC Advice No. 20-8 / UG-\_\_\_\_ September 14, 2020

## **NW NATURAL**

#### **EXHIBIT A**

### **Supporting Materials**

## Adjustments for Certain Income Taxes

NWN WUTC ADVICE NO. 20-8 / UG-\_\_\_\_

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NW Natural Rates & Regulatory Affairs
2020-2021 PGA Filing - Washington: September Filing
PGA Effects on Average Bill by Rate Schedule
Calculation of Effect on Customer Average Bill by Rate Schedule [1]

		Washington PGA Normalized		Normal Therms	Minimum	Current 11/1/2019	11/1/2019	Proposed 11/1/2020 Interim Period Tax	Proposed 11/1/2020 Interim Period Tax	Proposed 11/1/2020 Interim Period Ta
		Volumes page, Column D	Therms in Block	Monthly Average use	Monthly Charge	Billing Rates	Current Average Bill	Deferral <b>Rates</b>	Deferral Average Bill	Deferral % Bill Change
Schedule	Block	Α	В	с	D	E	F=D+(C * E) F	Р	Q = D+(C*P) Q	R
1R	DIUCK	218,577	N/A	20.0	\$5.50	\$1.04886	\$26.48	\$1.09606	\$27.42	<b>K</b> 3
1C		38,726	N/A	92.0	\$7.00	\$1.09471	\$107.71	\$1.13380	\$111.31	3
2R		55,009,539	N/A	57.0	\$8.00	\$0.81021	\$54.18	\$0.83955	\$55.85	3
3 CFS		18,385,905	N/A	242.0	\$22.00	\$0.79219	\$213.71	\$0.81847	\$220.07	3
3 IFS		263,842	N/A	916.0	\$22.00	\$0.76295	\$720.86	\$0.78630	\$742.25	3
27		591,910	N/A	65.0	\$9.00	\$0.58291	\$46.89	\$0.60271	\$48.18	2
41C Firm Sales	Block 1	1,992,236	2,000	3,745.0	\$250.00	\$0.57634		\$0.59695		
	Block 2	2,142,068	all additional			\$0.53271		\$0.55087		
	TOTAL						\$2,332.26		\$2,405.17	3
41C Interr Sales	Block 1	0	2,000	0.0	\$250.00	\$0.59162		\$0.61242		
	Block 2	0	all additional			\$0.54840		\$0.56673		
44.5: -	TOTAL	450.054	2.000	4 400 0	4500.00	40.00400	\$250.00	40.04740	\$250.00	(
41 Firm Trans	Block 1	169,264	2,000	4,482.0	\$500.00	\$0.32489		\$0.34742		
	Block 2 TOTAL	260,994	all additional			\$0.28625	¢1 960 35	\$0.30610	£1.0E4.E0	
41I Firm Sales	Block 1	399,967	2,000	4,770.0	\$250.00	\$0.53622	\$1,860.25	\$0.55653	\$1,954.58	
411 FII III 3dle5	Block 2		all additional	4,770.0	\$250.00	\$0.55622		\$0.51526		
	TOTAL	050,501	un auurtioridi			JU.43/30	\$2,700.13	ŞU.31326	\$2,790.33	:
41I Interr Sales	Block 1	0	2,000	0.0	\$250.00	\$0.55420	72,700.13	\$0.57500	<i>32,13</i> 0.33	
. In micell builds	Block 2		all additional	0.0	Q230.00	\$0.53420		\$0.53376		
	TOTAL	Ü				,	\$250.00	Ç0.33370	\$250.00	
42C Firm Sales	Block 1	542,976	10,000	18,685.0	\$1,300.00	\$0.37151	, 100.00	\$0.38503	Ų255.00	
	Block 2	474,167	20,000	,		\$0.35450		\$0.36661		
	Block 3	97,891	20,000			\$0.32067		\$0.32995		
	Block 4	6,094	100,000			\$0.29838		\$0.30581		
	Block 5	0	600,000			\$0.26868		\$0.27363		
	Block 6	0	all additional			\$0.23154		\$0.23340		
	TOTAL						\$8,093.93		\$8,334.31	
42I Firm Sales	Block 1	1,086,353	10,000	13,593.0	\$1,300.00	\$0.34641		\$0.35583		
	Block 2	638,955	20,000			\$0.33204		\$0.34047		
	Block 3	68,923	20,000			\$0.30341		\$0.30987		
	Block 4	0	100,000			\$0.28459		\$0.28976		
	Block 5	0	600,000			\$0.25951		\$0.26296		
	Block 6	0	all additional			\$0.22810		\$0.22939		
1205: 7	TOTAL	470.047	40.000	40.004.0	44 550 00	40.40004	\$5,957.12	40.42770	\$6,081.61	
42C Firm Trans	Block 1	479,847	10,000	48,994.0	\$1,550.00	\$0.12884		\$0.13770		
	Block 2 Block 3	792,463	20,000 20,000			\$0.11534 \$0.08844		\$0.12327 \$0.09452		
	Block 4	542,281 537,117	100,000			\$0.08844		\$0.07563		
	Block 5	337,117	600,000			\$0.07077		\$0.05042		
	Block 6		all additional			\$0.04718		\$0.01890		
	TOTAL	· ·	an additional			Q0.01700	\$6,825.03	Q0.01030	\$7,187.71	
42I Firm Trans	Block 1	901,597	10,000	63,120.0	\$1,550.00	\$0.13275	70,023.03	\$0.13919	ψ7,107.71	
12.11.11.11.11.01.0	Block 2	1,041,722	20,000	05,120.0	<b>\$2,550.00</b>	\$0.11883		\$0.12459		
	Block 3	957,215	20,000			\$0.09112		\$0.09554		
	Block 4	2,490,044	100,000			\$0.07291		\$0.07644		
	Block 5	1,426,372	600,000			\$0.04860		\$0.05096		
	Block 6		all additional			\$0.01823		\$0.01911		
	TOTAL						\$8,033.08		\$8,347.39	
42C Interr Sales	Block 1	239,999	10,000	39,641.0	\$1,300.00	\$0.37347	-	\$0.38547		
	Block 2	454,151	20,000			\$0.35825		\$0.36899		
	Block 3	230,285	20,000			\$0.32792		\$0.33616		
	Block 4	26,942	100,000			\$0.30799		\$0.31458		
	Block 5	0	600,000			\$0.28141		\$0.28580		
	Block 6	0	all additional			\$0.24819		\$0.24984		
4011	TOTAL	,	,	0	A4 7	40.0	\$15,361.18	1	\$15,775.42	
42I Interr Sales	Block 1	160,966	10,000	8,520.0	\$1,300.00	\$0.36417		\$0.37642		
	Block 2	145,741	20,000			\$0.34993		\$0.36089		
	Block 3	0	20,000 100,000			\$0.32155		\$0.32996		
	Block 4 Block 5	0	600,000			\$0.30289 \$0.27800		\$0.30961 \$0.28248		
	Block 6		all additional			\$0.24690		\$0.24858		
	TOTAL	U	un auurtioridi			JU.2409U	\$4,402.73	QU.24058	\$4,507.10	
42 Inter Trans	Block 1	861,932	10,000	63,670.0	\$1,550.00	\$0.12574	φ-1,-102.73	\$0.13383	Ç4,307.10	
	Block 2	1,453,508	20,000	,0,0.0	,550.00	\$0.12574		\$0.11980		
	Block 3	976,710	20,000			\$0.08631		\$0.09186		
	Block 4	3,078,834	100,000			\$0.06906		\$0.07350		
	Block 5	1,269,411	600,000			\$0.04605		\$0.04901		
	Block 6		all additional			\$0.01725		\$0.01836		
	TOTAL	-					\$7,728.85		\$8,126.25	
43 Firm Trans		0	N/A	0.0	\$38,000.00	\$0.00456	\$38,000.00	\$0.00490	\$38,000.00	
		-	N/A	0.0	\$38,000.00	\$0.00456	\$38,000.00	\$0.00490	\$38,000.00	

<sup>79 [1]</sup> Rate Schedule 41 and 42 customers may choose demand charges at a volumetric rate or based on MDDV. For

84

85 Direct Inputs per Tariff per Tariff

87 Rates in summary Column A

convenience of presentation, demand charges are not included in the calculations for those schedules.

<sup>[2]</sup> Proposed rates include the effect of removing the current Schedule 215 adjustment and applying the proposed Schedule 215 adjustment. The rate shown is for illustrative purposes only and assumes no other changes to rates occur November 1. 82

**NW Natural Rates & Regulatory Affairs** 

2020-21 Washington: September Filing

**Tariff Advice 20-08: Schedule 305 Interim Period Tax Deferral** 

1		<u>Amount</u>	<u>Reference</u>
2			
3	Temporary Increments		
4			
5	Removal of Current Temporary Increments		
6	Amortization of Interim Period Tax Deferral	2,191,106	UG 181053 and Order No. 06
7			
8	Addition of Proposed Temporary Increments		
9	Amortization of Interim Period Tax Deferral	0	
10			
11			
12	TOTAL OF ALL COMPONENTS OF RATE CHANGES	\$2,191,106	
13			
14			
15			
16	2019 Washington CBR Normalized Total Revenues	\$65,154,832	
17			
18	Effect of this filing, as a percentage change	3.36%	