

Exhibit No. KTW-6
Docket UG-181053
Witness: Kyle T. Walker

**BEFORE THE
WASHINGTON UTILITIES AND TRANSPORTATION COMMISSION**

WASHINGTON UTILITIES AND
TRANSPORTATION COMMISSION
Complainant,

v.

NORTHWEST NATURAL GAS
COMPANY,
Respondent.

DOCKET UG-181053

**NORTHWEST NATURAL GAS COMPANY
EXHIBIT OF KYLE T. WALKER**

New Customer Costs Exceed New Revenue

July 18, 2019

Cost of New Customer	
	Year 1
Depreciation	\$91.18
O&M	\$54.05
Property Taxes	\$51.92
Taxes on Equity Return	
State	\$0.00
Federal	\$42.53
Total Taxes	\$42.53
Return on Rate Base	
Debt	\$87.57
Short Term Debt	\$0.76
Common Equity	\$159.24
Total Return	\$247.56
Subtotal Cost of Service	\$487.25
Revenue Sensitive Items	\$20.58
Total Cost of Service	\$507.82

New Customer Revenue	
	Schedule 2
Monthly Charge (per settlement)	\$8.00
Base Rate (per settlement)	\$0.46523
Annual Use Per Customer	678.3
Total Annual Margin	\$411.57
Total Cost	\$507.82
Total Revenue	\$411.57
Cost Exceeding Revenue	\$96.26
% of Cost Exceeding Revenue	23.39%