

Rates and Regulatory Affairs
Facsimile: 503.721.2532



July 30, 2007

VIA ELECTRONIC FILING

Public Utility Commission of Oregon
550 Capitol Street, N.E., Suite 215
P.O. Box 2148
Salem, Oregon 97308-2148

Attention: Filing Center

Re: OPUC Docket No. UM 1327

Application of NW Natural for Accounting Order Regarding Smart Energy Program Expenditures

Northwest Natural Gas Company, dba NW Natural (or company), hereby withdraws the above-referenced filing, dated June 29, 2007.

In a separate advice filing on June 29, 2007, NW Natural previously requested Commission approval of revisions and additions to its Tariff PUC Or. 24 to implement its Smart Energy Program. Initially, NW Natural filed its Smart Energy tariff advice filing concurrent with, and contingent upon, the above-referenced filing for an accounting order. In response to feedback from Staff, NW Natural has revised its requested accounting treatment and will be filing an application for a deferred accounting order shortly. For the reasons described in that application, NW Natural's tariff advice filing for the Smart Energy Program is contingent upon approval of that application for deferred accounting.

Please call if you have any questions.

Sincerely,

/s/ Inara K. Scott

Inara K. Scott, Manager
Regulatory Affairs

NCS/kcm