Rates and Regulatory Affairs Facsimile: 503.721.2516



June 23, 2010

VIA ELECTRONIC FILING

Public Utility Commission of Oregon 550 Capitol Street, NE, Suite 215 Post Office Box 2148 Salem, Oregon 97308-2148

Attn: Filing Center

Re: UM 1012 - Compliance Filing

Northwest Natural Gas Company, dba NW Natural (NW Natural or Company), hereby submits its compliance filing in UM 1012.

Commission Order No. 10-083, issued March 11, 2010, in Docket No. UM 1012 requires electric and natural gas utilities to "defer the difference between fees payable under ORS 756.310 in 2010 calculated at 0.25 percentage and at 0.15 percent." In response to this, NW Natural has deferred a credit of \$893,472. This amount is recorded in a sub-account of Account 186. The deferral amount was calculated as follows:

	As Paid @ 0.15%	Pro-Forma @ 0.25%
Gross Operating Revenues	893,472,452	893,472,452
Assessment Rate	0.15%	0.25%
Regulatory Fee	1,340,209	2,233,681
Deferral	893,472	

Order No. 10-083 further requires utilities to make a compliance filing by July 1, 2010, that proposes and requests amortization of all or part of the required deferred balance. In response to this requirement, NW Natural hereby proposes to include the complete deferral amount calculated above in its upcoming PGA filing, and requests that such amount be included in rates and amortized for 12 months, effective November 1, 2010.

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A notice concerning this filing has been be sent to all parties who participated in the Company's most recent general rate case, UG 152. A copy of the notice and a certificate of service are attached.

If you have questions, please call me at (503) 226-4211, extension 3590.

Sincerely,

/s/ Jennifer Gross

Jennifer Gross Rates and Regulatory Affairs



June 23, 2010

NOTICE OF COMPLIANCE FILING

To All Parties Who Participated in UG 152:

Please be advised that today Northwest Natural Gas Company, dba NW Natural ("NW Natural" or "Company"), submitted its compliance filing required by Commission Order No. 10-083, in Docket UM 1012. Copies of the Company's filing are available for inspection at its main office.

<u>This is not a rate case</u>. The purpose of this Notice is to inform parties that participated in the Company's most recent general rate case, UG 152, that the compliance filing was submitted.

Parties who desire more information or who wish to obtain a copy of the filing, or notice of the time and place of any hearing, if scheduled, should contact the Company or the Public Utility Commission of Oregon as follows:

NW Natural Attn: Jennifer Gross 220 NW Second Avenue Portland, Oregon 97209-3991 Telephone: (503) 226-4211 ext 3590 Public Utility Commission of Oregon Attn: Judy Johnson 550 Capitol St., NE, Ste 215 PO Box 2148 Salem, Oregon 97308-2148 Telephone: (503) 378-6636

Any person may submit to the Commission written comments on this matter no sooner than 25 days from the date of this filing.

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CERTIFICATE OF SERVICE

I hereby certify that on the 23rd day of June 2010, I served the foregoing NW NATURAL'S NOTICE OF COMPLIANCE FILING IN UM 1012 upon each party listed below by electronically mailing a copy to each party's email address of record, as listed on the Public Utility Commission of Oregon's official service lists for these matters.

UG 152 SERVICE LIST

GORDON FEIGHNER CITIZENS' UTILITY BOARD OF OREGON gordon@oregoncub.org

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DONALD W SCHOENBECK REGULATORY & COGENERATION SERVICES INC dws@r-c-s-inc.com

DATED at Portland, Oregon, this 23rd day of June 2010

_/s/ Kelley C. Miller
Kelley C. Miller, Staff Assistant
Rates & Regulatory Affairs
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