250 SW Taylor Street Portland, OR 97204 503-226-4211 nwnatural.com

October 17, 2022

## VIA ELECTRONIC FILING

Public Utility Commission of Oregon Attn: Filing Center 201 High Street SE, Suite 100 Post Office Box 1088 Salem, Oregon 97308-1088

Re: Consolidated UG 435 / UG 411 / Application of NW Natural for a General Rate Revision/Schedule 198 Renewable Natural Gas Recovery Mechanism Response to Bench Request

Northwest Natural Gas Company, dba NW Natural ("NW Natural" or the "Company"), hereby provides a response to Administrative Law Judge Spruce's October 12, 2022, Bench Request.

Correspondence relating to this filing should be directed to:

Eric Nelsen
NW Natural
Senior Regulatory Attorney, OSB #192566
250 SW Taylor Street
Portland, Oregon 97204
Telephone: (503) 610-7618
eric.nelsen@nwnatural.com
eFiling@nwnatural.com

Lisa Rackner
Jocelyn Pease
McDowell Rackner & Gibson PC
419 SW 11<sup>th</sup> Ave., Ste. 400
Portland, OR 97205
Telephone: (503) 595-3620
dockets@mrg-law.com

Sincerely,

**NW NATURAL** 

/s/ Zachary Kravitz

Zachary Kravitz Vice President, Rates & Regulatory Affairs

**Enclosure** 



## Rates & Regulatory Affairs UG 435/UG 411 Request for a General Rate Revision

## **Bench Request No.7:**

Please calculate five times margin based on the revised revenue requirement and costs taking into account the stipulations and other updates, as well as an assumed additional disallowance of \$356,106 of expense associated with the costs of the Community and Government Affairs Department. The company shall use a use per customer number of 531 therms, and other assumptions as referred to in NW Natural's closing brief at p. 32, except for the adjustment to reflect an assumed disallowance of \$356,106. In the brief, this number was calculated at \$2,309.

## NWN Response:

A.		В.	C.	D.		Five
Customer		Volumetric	Use	Annual		Times
Charge		Base Rate	Per	Margin		Margin
(Annual)		[1]	Customer	(A + (BxC))		(Dx5)
\$	96.00	\$ 0.68510	531	\$	459.79	\$ 2,298.94

[1] The updated volumetric base rate includes:

\$356,106 reduction to expense per the Bench Request;

\$0.949 million reduction in revenue requirement for projects not inservice by October 31, 2022 consistent with the October 5th Attestation; and

\$1.054 million reduction to depreciation expense per Order No. 22-322 in Docket UM 2214 consistent with the First Multi-Party Stipulation in UG 435.