

**Richelle T. Luther**  
**Chief Governance Officer and**  
**Corporate Secretary**  
**Tel: 503.220.2410**  
**Fax: 503.721.2451**  
**Toll Free: 1.800.422.4012**  
**e-mail: r3l@nwnatural.com**



January 30, 2008

Oregon Public Utility Commission  
550 Capitol Street N. E., Suite 215  
Salem, Oregon 97301-2551

Ladies and Gentlemen:

This letter is provided for filing in Docket No. UF 4208, the Company's third Report of Securities Issued and Disposition of Proceeds in connection with its issuance and sale of up to \$160 million in principal amount of Medium-Term Notes, Series B. During 2007, the Company did not issue any securities in this Docket.

This filing is made pursuant to the Commission's Order No. 04-248 dated May 11, 2004.

Sincerely,

/s/ Richelle T. Luther

Richelle T. Luther

RTL:kva

BEFORE THE OREGON PUBLIC UTILITY COMMISSION

_____	)	
In the Matter of the Application of	)	
NORTHWEST NATURAL GAS COMPANY	)	Docket UF 4208
	)	
for Authorization to Issue and Sell an	)	Third Report of
Additional \$160,000,000 Principal Amount	)	Securities Issued, and
of Medium-Term Notes, Series B	)	Disposition of Proceeds
_____	)	

In April 2004, Northwest Natural Gas Company (the Company) filed an application with the Oregon Public Utility Commission (the Commission) under the provisions of ORS 757.415 and 757.480 and OAR 860-27-030 for an order authorizing the Company to issue and sell, from time to time, up to an additional \$160,000,000 aggregate principal amount of its Medium-Term Notes, Series B, consisting of First Mortgage Bonds designated as Secured Medium-Term Notes, Series B (Secured Notes), and Unsecured Medium-Term Notes in one or more Series (Unsecured Notes).

On May 11, 2004, the Commission entered its Order No. 04-248, authorizing the Company, subject to the condition set forth in Appendix A to said Order, to issue and sell up to an additional \$160,000,000 aggregate principal amount of its Medium-Term Notes, consisting of Secured Notes and Unsecured Notes.

In the Commission's Order No. 93-851 in Docket No. UF-4095, the Commission authorized the Company to execute and deliver to Bankers Trust Company (now Deutsche Bank Trust Company Americas) and Stanley Burg, as Trustees for the Secured Notes, its Twentieth Supplemental Indenture to the Company's Mortgage and Deed of Trust dated as of July 1, 1946. In the Commission's Order No. 91-663 in Docket No. UF 4052, the Commission authorized the Company to execute and deliver its indenture with Bankers Trust Company, as Trustee for the Unsecured Notes. Pursuant to the Commission's Order No. 93-851, on June 18, 1993, the Company executed and delivered to Bankers Trust Company and Stanley Burg, Trustees, its Twentieth Supplemental Indenture dated as of June 1, 1993. The Company's Indenture, dated as of June 1, 1991, previously was executed and delivered to Bankers Trust on June 12, 1991.

During 2007, the Company did not issue and sell any Medium-Term Notes, Series B, authorized by the Commission in this Docket.

The following statements are filed in compliance with the Commission's Order No. 04-248 in this Docket.

(a)	Principal amount of Medium-Term Notes Sold during 2007 in this Docket	\$0
	Less: Discount	0
	Agent's Commission	0
	Expenses actually and necessarily incurred as detailed in this Report	<u>0</u>
	Net proceeds to be accounted for	<u>\$0</u>

(b) Disposition of Net Proceeds

No Medium-Term Notes, Series B, were sold in this Docket during 2007 and there were, therefore, no net proceeds.

(c) Statement of Fees and Expenses

The expenses actually and necessarily incurred by the Company in 2007 and the accumulative total in connection with the issuance and sale in this Docket of its Medium-Term Notes, Series B, in direct comparison with the estimates thereof, were as follows:

<u>Item</u>	<u>Estimate</u>	<u>Medium-Term Notes Sold in this Docket during 2007</u>	<u>Accumulative Total</u>
Principal Amount	\$160,000,000	\$-	\$75,000,000
Less Discount	<u>None</u>	-	-
Gross Proceeds	<u>160,000,000</u>	<u>\$-</u>	<u>\$75,000,000</u>
Securities & Exchange Commission registration fee	15,870	-	873
State Commission fee	800	-	-
Oregon Public Utility Commission Washington Utilities and Transportation Commission	-	-	5
Fee for recording indenture	None	-	-
Printing and engraving expenses	5,000	-	1,572
Trustee's or Registrar's fees	20,000	-	-
Counsel fees and expenses	75,000	-	94,716
Accountants' fees	40,000	-	25,095
Bond Rating Agency fee	105,000	-	16,815
Miscellaneous expense	7,380	-	-
Postage	-	-	501
Other	-	-	146
Allocation of Other Shelf Registration Expenses	-	-	<u>6,880</u>
Subtotal	<u>269,050</u>	-	<u>146,603</u>
Agent's Commission	<u>1,200,000</u>	-	<u>481,250</u>
Net Amount Realized	<u>\$158,530,950</u>	<u>\$-</u>	<u>\$74,372,147</u>

Note: The estimates of expenses were for the issuance of the full \$160 million of notes under the program. The actual expenses shown as incurred for this report are amounts expended for the Medium-Term Notes sold that have been allocated in proportion to the notes sold or incurred in connection with the specific issuance. For use in ratemaking proceedings, the Company routinely allocates a portion of all expenses to each issue when calculating an all-in cost of funds.

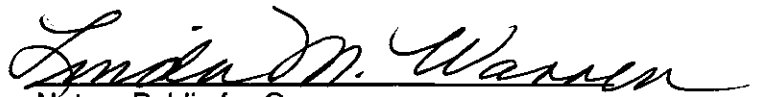
IN WITNESS WHEREOF, I have hereunto affixed my hand and the corporate seal of Northwest Natural Gas Company this 30<sup>th</sup> day of January 2008.



Richelle T. Luther  
Secretary of Northwest Natural Gas Company

(SEAL)

Subscribed and sworn to before me this 30<sup>th</sup> day of January 2008.



Notary Public for Oregon  
My Commission Expires 6/21/08

