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January 30, 2009

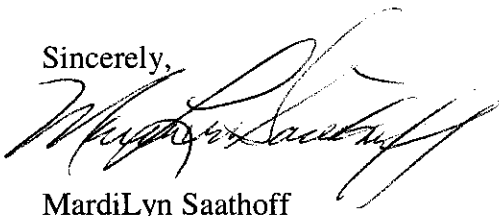
Oregon Public Utility Commission
550 Capitol Street N. E., Suite 215
Salem, Oregon 97301-2551

Ladies and Gentlemen:

Re: Docket UF-4240

This letter is provided for filing in Docket No. UF 4240, regarding the Company's Revolving Line of Credit with a Syndication of Banks and the Issuance of up to \$400,000,000 of Notes. This report is provided pursuant to the Commission's Order No. 07-225 dated June 7, 2007.

Sincerely,



MardiLyn Saathoff

MLS:kva

BEFORE THE OREGON PUBLIC UTILITY COMMISSION

_____)	
In the Matter of the Application of)	
NORTHWEST NATURAL GAS COMPANY)	Docket UF 4240
for Authority to Enter into \$400,000,000)	Report of Securities Issued, and
Revolving Credit Agreement)	Disposition of Net Proceeds Statement
_____)	

On May 7, 2007, Northwest Natural Gas Company (the Company) filed an application with the Oregon Public Utility Commission (the Commission) under the provisions of ORS 757.410, ORS 757.415 and OAR 860-027-0030 for authority to enter into a revolving credit agreement with a syndication of banks for up to \$400 million. On May 31, 2007, the Company executed the Credit Agreement (the "Credit Agreement") for an initial \$250 million credit facility, a copy of which has been provided to the Commission. The maturity date of the Credit Agreement was subject to approval by the Commission of the Company's regulatory filing.

On June 7, 2007, the Commission entered its Order No. 07-225, authorizing the Company, subject to the conditions set forth in Appendix A to the Order, to enter into a revolving credit agreement with a syndication of banks for up to \$400 million.

On May 20, 2008, the Company entered into agreements with six of the seven lenders under the credit agreement, with commitments totaling \$210 million, to extend their commitments to May 31, 2013. No fees or expenses were incurred in connection with this extension.

No amounts were borrowed under the credit agreement in 2008.

The following statements are filed in compliance with the Commission's Order No. 07-225 in this Docket.

- (a) Principal amount of borrowing in this Docket \$0
 Base interest rate N/A

There was no outstanding balance under the Credit Agreement as of the end of any business day.

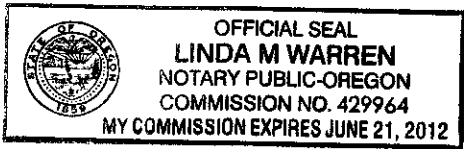
- (b) Disposition of Net Proceeds
 (c) Statement of Fees and Expenses

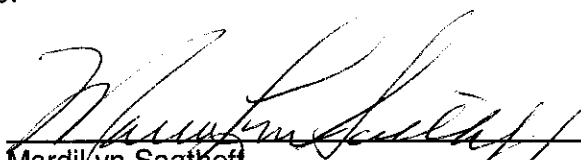
Expenses incurred in connection with entering into the Credit Agreement reported herein during the year ended December 31, 2008 and the accumulative total in this Docket, were as follows:

	Total Estimated ¹	Actual Amount 2008	Accumulative Total
Facility Fees at Closing			
Administrative agent fees	\$15,000		\$ 15,000
Upfront lender fees	55,000		55,000
Syndicate arrangement fees	100,000		100,000
Out-of-pocket legal and other	50,000		30,871
NWN counsel fees	5,000		13,806
Miscellaneous expenses	2,000		6,550
Borrowing Fees and Expenses			
Lender commitment fees	625,000	\$101,667	160,278
Administrative agent fees	60,000		0
Out-of-pocket legal and other	0		0
Interest costs	0		0
Letter of credit fees/expenses	0		0
Out-of-pocket fees/expenses	0		0
	\$912,000	\$101,667	\$381,505

¹ Total estimated fees and expenses are based on an assumed maturity date of May 31, 2012.


IN WITNESS WHEREOF, I have hereunto affixed my hand and the corporate seal of Northwest Natural Gas Company this 30th day of January 2009.




Mardilyn Saathoff
Chief Governance Officer and Corporate Secretary

(S E A L)

Subscribed and sworn to before me this 30th day of January 2009.


Notary Public for Oregon
My Commission Expires 6/21/12