

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

January 24, 2022

VIA ELECTRONIC FILING

Public Utility Commission of Oregon Attention: Filing Center 201 High Street SE, Suite 100 Salem, Oregon 97301-3398

Re: UG 435 – NW Natural's Request for a General Rate Revision

ERRATA

Enclosed for filing in the above-referenced docket is Northwest Natural Gas Company's, dba NW Natural ("NW Natural" or the "Company"), Errata to the Direct Testimony of Wayne K. Pipes Exhibit NW Natural/500, filed December 17, 2021.

The Company has identified one error to be corrected:

 Referring to NW Natural/500, Pipes 27:15-19, NW Natural included an incorrect amount for the anticipated cost of the Lincoln City Resource Center project in Mr. Pipes' Direct Testimony. The attached Errata includes the correct forecasted cost of \$15.3 million. Please note that the original filed revenue requirement as presented in NW Natural/1300, Walker, as well as the associated exhibits and workpapers reflected the correct forecasted project cost of \$15.3 million. As such, no other changes are required.

Please address correspondence on this matter to me with copies to the following:

eFiling
Rates & Regulatory Affairs
NW Natural
250 SW Taylor Street
Portland, Oregon 97204
Phone: (503) 610-7330
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Sincerely,

/s/ Kyle Walker
Kyle Walker
Manager, Rates and Regulatory Affairs
NW Natural
250 SW Taylor Street
Portland, Oregon 97204
Phone: (503) 610-7051
kyle.walker@nwnatural.com

| 1 | Q. | Has NW Natural updated its budget for this project closer to beginning |
|----|----|---|
| 2 | | construction? |
| 3 | A. | Yes. Like the other resource center projects, the Company's project requirements |
| 4 | | expanded through project planning and increased stakeholder involvement. |
| 5 | | Specifically, NW Natural refined the seismic requirements to ensure the facility |
| 6 | | would be operational following a seismic event and expanded and more clearly |
| 7 | | defined the project's scope of work, all of which enabled the Company to better |
| 8 | | refine its cost estimates and project budget. Additionally, construction and |
| 9 | | materials costs have increased. |
| 10 | Q. | What will the Company do with any gains on the sale of the existing |
| 11 | | Lincoln City site? |
| 12 | A. | The Company will seek Commission approval to sell the existing property and treat |
| 13 | | any gains or losses on the sale pursuant to the Commission's order authorizing |
| 14 | | the sale. |
| 15 | Q. | What is the Company's current forecasted cost for the Lincoln City |
| 16 | | Resource Center Project? |
| 17 | A. | Based on its most recent estimates, NW Natural forecasts the Lincoln City |
| 18 | | Resource Center project to cost approximately \$12.3 million \$15.3 million. |
| 19 | | C. Central Resource Center – Phase 1 Project |
| 20 | Q. | Please provide a summary of the Central Resource Center Project. |
| 21 | A. | The Company is constructing a medium-sized resource center on Company- |
| 22 | | owned property in Central Eastside Portland for operational, emergency response, |
| 23 | | and business continuity purposes. The project will be built in phases, and I am |

27 - DIRECT TESTIMONY OF WAYNE K. PIPES