P.U.C. Or. 25 Original Sheet 160-1

SCHEDULE 160 REVISION OF CHARGES FOR COOS COUNTY CUSTOMERS

PURPOSE:

The adjustment under this Schedule, herein referred to as "Coos County Charge," is for the recovery of: (a) the cost of pipeline transportation service on the Coos County pipeline (County pipeline); and (b) the Coos County customer's share of costs associated with the construction of the initial distribution system investment required to deliver natural gas to serve the Coos County service territory, herein referred to as "Coos County share."

APPLICABLE:

To Coos County Sales Service Customers served under the following Rate Schedules of this Tariff:

Rate Schedule 2 Rate Schedule 31 Rate Schedule 3 Rate Schedule 32

Rate Schedule 27

APPLICATION TO RATE SCHEDULES: Effective: March 17, 2004

The Billing Rate in the above-listed Rate Schedules will be adjusted (increased) by \$0.02000 per therm.

SPECIAL CONDITIONS:

- Revenues collected from the Coos County Charge shall be applied first to pay the costs of transportation services on the County pipeline, and second to repay the Coos County share of costs associated with the initial investment required to bring natural gas service into the Coos County service territory.
- 2. Any shortfall between amounts collected from the Coos County Charge and the total transportation charges paid to the County pipeline will be included in total Oregon demand charges in accordance with the provisions of **Schedule P** of this Tariff.
- 3. The Coos County Charge shall be in effect for the initial term of the Transportation Agreement between NW Natural and the Coos County pipeline. The initial term will end December 31, 2024.
- 4. If at the end of the initial term, the Coos County share has not been fully repaid, the Company will calculate the balance of the Coos County share remaining to be repaid and will recalculate the Coos County Charge to repay such balance (including carrying charges) within a reasonable time. Any recalculation of the Coos County Charge is subject to approval by the Commission.
- 5. This Schedule is subject to other terms and conditions as set forth in a Stipulation and Agreement adopted by the Commission in Docket UG 152, Order No. 03-236.

GENERAL RULES AND REGULATIONS:

This Schedule is governed by the terms of this Schedule, the General Rules and Regulations contained in this Tariff, any other schedules that by their terms or by the terms of this Rate Schedule apply to this Rate Schedule, and by all rules and regulations prescribed by regulatory authorities, as amended from time to time.

Issued October 31, 2012 NWN OPUC Advice No. 12-17

Effective with service on and after November 1, 2012