NW Natural®

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October 7, 2025 NWN WUTC Advice No. 25-02A / UG-250552

VIA ELECTRONIC FILING

Jeff Killip, Executive Director and Secretary
Washington Utilities & Transportation Commission
621 Woodland Square Loop SE
Lacey, Washington 98503

RE: UG-250711 - Schedule 303—NW Natural's Environmental Cost Recovery Mechanism Annual Tariff Adjustment Filing and 2024 Annual Report – Replacement Page – DO NOT REDOCKET

Dear Mr. Killip:

On July 15, 2025, Northwest Natural Gas Company, dba NW Natural (NW Natural or Company), filed a tariff revision in the above-mentioned docket with an effective date of November 1, 2025.

The purpose of this filing is to update the usage-per-customer data to align with the most recent General Rate Case, UG-200994, by providing a revised page 2 to Exhibit C and to revise the proposed changes in the original cover letter. Tariff Sheet 303.3, Exhibits A, B and D, and the Environmental Cost Recovery Mechanism Regulatory report remain unchanged from the July 15th filing.

Proposed Changes

If there were no other adjustments to rates effective November 1, 2025, the effect of the proposed rates in Schedule 303 is an increase of $37,310.[1] The average residential Schedule 2 customer using 56 therms would see an increase of $0.03 per month, and the average Schedule 3 commercial customer using 236 therms would see a bill increase of $0.09 per month. The bill impact for customers on the other residential and commercial rate schedules is shown on page 2 of Exhibit C.

The proposed rate change will affect all of NW Natural's Washington sales and transportation service customers. NW Natural currently serves approximately 91,114 residential customers and 7,462 commercial and industrial customers in the Company's Washington service territory.

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

[1] Includes revenue sensitive factor of 4.357%; additional details can be found within Exhibit C.

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Respectfully Submitted,

/s/ Kyle Walker, CPA

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Enclosure:
250552-NWN-2024-ECRM-Rpt-Advice-25-02A-Exh-C-R-Pg-2-10-07-25

NW Natural
Rates & Regulatory Affairs
2025-2026 ECRM Filing - Washington
Effects on Average Bill by Rate Schedule
Calculation of Effect on Customer Average Bill by Rate Schedule [1]

1-4			PGA Volumes	Therms in Block	Normal Therms Monthly Average Use	Minimum Monthly Charge	CCA Monthly Avg. Credit	Net Monthly Charge	Current Billing Rate 1/1/2025	Current Average Bill 1/1/2025	Current 11/1/2024 ECRM Rates	Proposed 11/1/2025 Total Rates	Proposed 11/1/2025 ECRM Average Bill	Proposed 11/1/2025 ECRM % Bill Change
5										F=D+(C * E)		[2]	T = D+(C*G)	I=(K-I)/I
6	Schedule	Block	A	B	C	D			E	F	G	H	I	J
7	1R		179,824	N/A	20.0	$ 5.50	$1.82	$ 3.68	$1.66830	$37.05	$0.01396	$1.67292	**$37.14**	**0.2%**
8	1C		18,807	N/A	114.0	$ 7.00	$ 5.34	$ 1.66	$1.67264	$192.34	$0.01211	$1.67297	**$192.38**	**0.0%**
9	2R		59,991,192	N/A	56.0	$ 8.00	$ 10.54	$ (2.54)	$1.31527	$71.11	$0.00805	$1.31575	**$71.14**	**0.0%**
10	3 CFS		21,359,579	N/A	236.0	$ 22.00	$ 48.32	$ (26.32)	$1.27854	$275.41	$0.00715	$1.27891	**$275.50**	**0.0%**
11	3 IFS		192,102	N/A	975.0	$ 22.00	$ 129.16	$ (107.16)	$1.23031	$1,092.39	$0.00656	$1.23070	**$1,092.77**	**0.0%**
12	27		34,823	N/A	50.0	$ 9.00	$ -	$ 9.00	$1.11591	$64.80	$0.01163	$1.12329	**$65.16**	**0.6%**
13	41C Firm Sales	Block 1	1,665,389	2,000	3,436.0	$ 250.00	$ 515.09	$ (265.09)	$1.03949		$0.00575	$1.03972		
14		Block 2	2,698,481	all additional					$0.98116		$0.00507	$0.98136		
15		**TOTAL**								**$3,222.84**			**$3,223.58**	**0.0%**
16	41I Firm Sales	Block 1	331,379	2,000	4,741.0	$ 250.00	$ 622.72	$ (372.72)	$0.94622		$0.00493	$0.94671		
17		Block 2	593,487	all additional					$0.89909		$0.00434	$0.89953		
18		**TOTAL**								**$3,984.13**			**$3,986.31**	**0.1%**
16	41C Interr Sales	Block 1	0	2,000	0.0	$ 250.00	$ 515.09	$ (265.09)	$0.96427		$0.00546	$0.96459		
17		Block 2	0	all additional					$0.91047		$0.00481	$0.91075		
17		**TOTAL**								**$ 250.00**			**$ 250.00**	**0.0%**
18	41I Interr Sales	Block 1	0	2,000	0.0	$ 250.00	$ 622.72	$ (372.72)	$0.90245		$0.00516	$0.90276		
19		Block 2	0	all additional					$0.85609		$0.00455	$0.85636		
20		**TOTAL**								**$ 250.00**			**$ 250.00**	**0.0%**
21	41C Firm Transpt	Block 1	123,243	2,000	4,648.0	$ 500.00	$ 515.09	$ (15.09)	$0.64044		$0.00569	$0.64091		
22		Block 2	284,875	all additional					$0.59302		$0.00501	$0.59344		
23		**TOTAL**								**$2,836.11**			**$2,838.16**	**0.1%**
24	41I Firm Transpt	Block 1	0	2,000	0.0	$ 500.00	$ 622.72	$ (122.72)	$0.62856		$0.00522	$0.62887		
25		Block 2	0	all additional					$0.58256		$0.00460	$0.58283		
26		**TOTAL**								**$ 500.00**			**$ 500.00**	**0.0%**
27	42C Firm Sales	Block 1	820,213	10,000	11,949.0	$ 1,300.00	$ 5,142.27	$ (3,842.27)	$0.79626		$0.00320	$0.79646		
28		Block 2	926,223	20,000					$0.77027		$0.00286	$0.77045		
29		Block 3	323,675	20,000					$0.71863		$0.00219	$0.71877		
30		Block 4	84,983	100,000					$0.68461		$0.00176	$0.68472		
31		Block 5	0	600,000					$0.63927		$0.00117	$0.63934		
32		Block 6	0	all additional					$0.58259		$0.00044	$0.58262		
33		**TOTAL**								**$5,621.59**			**$5,623.94**	**0.0%**
34	42I Firm Sales	Block 1	887,030	10,000	12,869.0	$ 1,300.00	$ 3,945.77	$ (2,645.77)	$0.73169		$0.00310	$0.73206		
35		Block 2	668,287	20,000					$0.71258		$0.00277	$0.71292		
36		Block 3	109,048	20,000					$0.67457		$0.00213	$0.67482		
37		Block 4	24,233	100,000					$0.64957		$0.00170	$0.64978		
38		Block 5	0	600,000					$0.61626		$0.00114	$0.61639		
39		Block 6	0	all additional					$0.57455		$0.00043	$0.57460		
40		**TOTAL**								**$6,715.52**			**$6,720.20**	**0.1%**
41	42C Firm Trans	Block 1	122,544	10,000	51,470.0	$ 1,550.00	$ 5,142.27	$ (3,592.27)	$0.40332		$0.00193	$0.40358		
42		Block 2	245,088	20,000					$0.38640		$0.00173	$0.38663		
43		Block 3	245,088	20,000					$0.35269		$0.00133	$0.35286		
44		Block 4	403,344	100,000					$0.33054		$0.00106	$0.33068		
45		Block 5	0	600,000					$0.30097		$0.00071	$0.30106		
46		Block 6	0	all additional					$0.26403		$0.00027	$0.26406		
47		**TOTAL**								**$15,708.62**			**$15,719.43**	**0.1%**
48	42I Firm Trans	Block 1	933,452	10,000	63,374.0	$ 1,550.00	$ 3,945.77	$ (2,395.77)	$0.40096		$0.00206	$0.40121		
49		Block 2	1,354,332	20,000					$0.38427		$0.00184	$0.38450		
50		Block 3	1,182,765	20,000					$0.35105		$0.00141	$0.35123		
51		Block 4	2,743,941	100,000					$0.32922		$0.00113	$0.32936		
52		Block 5	1,030,134	600,000					$0.30009		$0.00075	$0.30019		
53		Block 6	0	all additional					$0.26369		$0.00028	$0.26373		
54		**TOTAL**								**$20,723.22**			**$20,735.79**	**0.1%**
55	42C Interr Sales	Block 1	237,824	10,000	39,322.0	$ 1,300.00	$ 5,142.27	$ (3,842.27)	$0.71133		$0.00236	$0.71149		
56		Block 2	449,890	20,000					$0.69043		$0.00212	$0.69057		
57		Block 3	201,897	20,000					$0.64878		$0.00162	$0.64889		
58		Block 4	59,596	100,000					$0.62141		$0.00130	$0.62149		
59		Block 5	0	600,000					$0.58493		$0.00087	$0.58498		
60		Block 6	0	all additional					$0.53925		$0.00032	$0.53928		
61		**TOTAL**								**$23,127.56**			**$23,132.98**	**0.0%**
62	42I Interr Sales	Block 1	171,533	10,000	13,758.0	$ 1,300.00	$ 3,945.77	$ (2,645.77)	$0.69064		$0.00281	$0.69079		
63		Block 2	27,036	20,000					$0.67199		$0.00252	$0.67212		
64		Block 3	0	20,000					$0.63489		$0.00193	$0.63499		
65		Block 4	0	100,000					$0.61048		$0.00154	$0.61057		
66		Block 5	0	600,000					$0.57791		$0.00103	$0.57796		
67		Block 6	0	all additional					$0.53724		$0.00039	$0.53726		
68		**TOTAL**								**$6,785.97**			**$6,787.96**	**0.0%**
69	42C Inter Trans	Block 1	0	10,000	0.0	$ 1,550.00	$ 5,142.27	$ (3,592.27)	$0.39076		$0.00201	$0.39088		
70		Block 2	0	20,000					$0.37516		$0.00180	$0.37527		
71		Block 3	0	20,000					$0.34405		$0.00138	$0.34413		
72		Block 4	0	100,000					$0.32360		$0.00111	$0.32366		
73		Block 5	0	600,000					$0.29633		$0.00074	$0.29637		
74		Block 6	0	all additional					$0.26221		$0.00028	$0.26222		
75		**TOTAL**								**$ 1,550.00**			**$ 1,550.00**	**0.0%**
76	42I Inter Trans	Block 1	952,237	10,000	95,634.0	$ 1,550.00	$ 3,945.77	$ (2,395.77)	$0.39347		$0.00201	$0.39357		
77		Block 2	1,827,775	20,000					$0.37758		$0.00180	$0.37767		
78		Block 3	1,364,376	20,000					$0.34592		$0.00138	$0.34599		
79		Block 4	4,116,253	100,000					$0.32511		$0.00110	$0.32517		
80		Block 5	1,831,129	600,000					$0.29736		$0.00074	$0.29739		
81		Block 6	0	all additional					$0.26266		$0.00028	$0.26267		
82		**TOTAL**								**$30,845.00**			**$30,851.94**	**0.0%**
76	43 Firm Trans		0	N/A	0.0	$38,000.00	$0.00	$38,000.00	$0.00492	$38,000.00	$0.00000	$0.00492	**$38,000.00**	**0.0%**
77	43 Interr Trans		0	N/A	0.0	$38,000.00	$0.00	$38,000.00	$0.00492	$38,000.00	$0.00000	$0.00492	**$38,000.00**	**0.0%**
78	Intentionally blank													

79 **[1] Rate Schedule 41 and 42 customers may choose demand charges at a volumetric rate or based on MDDV. For convenience of presentation, demand charges are not included in the calculations for those schedules.**

80

81 **[2] Proposed new ECRM rates is equal to Current Billing Rate plus New ECRM rates less Current ECRM rates.**

82 **Sources:**

83 Direct Inputs | per Tariff | per Tariff