

GAS TRANSMISSION NORTHWEST CORPORATION

Classification of Cost of Service
For the Twelve Months Ended March 31, 2006, As Adjusted
Medford Lateral

Line No.	FERC Account No.	Description	Reference	Fixed			Reservation				Delivery
				Total	Non-Mileage	Mileage	Variable	Non-Mileage	Mileage	Total	
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)
		Transmission Expenses									
		Operation:	H-1								
1	850.0	Operation Supervision and Engineering		\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
2	851.0	System Control and Load Dispatching		0	0	0	0	0	0	0	0
3	852.0	Communication System Expenses		0	0	0	0	0	0	0	0
4	853.0	Compressor Station Labor and Expenses		0	0	0	0	0	0	0	0
5	854.0	Gas for Compressor Station Fuel		0	0	0	0	0	0	0	0
6	855.0	Other Fuel and Power For Compressor Stations		0	0	0	0	0	0	0	0
7	856.0	Mains Expenses		104,989	0	104,989	0	0	104,989	104,989	0
8	857.0	Measuring and Regulating Station Expenses		0	0	0	0	0	0	0	0
9	858.0	Transmission and Compression of Gas by Others		0	0	0	0	0	0	0	0
10	859.0	Other Expenses		10,000	0	0	10,000	0	0	0	10,000
11	860.0	Rents									
12		Total Operation		\$ 114,989	\$ 0	\$ 104,989	\$ 10,000	\$ 0	\$ 104,989	\$ 104,989	\$ 10,000
		Maintenance:	H-1								
13	861.0	Maintenance Supervision and Engineering		\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
14	862.0	Maintenance of Structures and Improvements		0	0	0	0	0	0	0	0
15	863.0	Maintenance of Mains		71,600	0	71,600	0	0	71,600	71,600	0
16	864.0	Maintenance of Compressor Station Equipment		0	0	0	0	0	0	0	0
17	865.0	Maintenance of Measuring/Regulating Station Equipment		0	0	0	0	0	0	0	0
18	866.0	Maintenance of Communication Equipment		0	0	0	0	0	0	0	0
19	867.0	Maintenance of Other Equipment		0	0	0	0	0	0	0	0
20		Total Maintenance		\$ 71,600	\$ 0	\$ 71,600	\$ 0	\$ 0	\$ 71,600	\$ 71,600	\$ 0
21		Administrative, General and Sales Expenses	H-1	612,308	612,308	0	0	612,308	0	612,308	0
22		Total Operation and Maintenance Expenses		\$ 798,897	\$ 612,308	\$ 176,589	\$ 10,000	\$ 612,308	\$ 176,589	\$ 788,897	\$ 10,000
23		Depreciation, Depletion, and Amortization	H-2	1,610,887	0	1,610,887	0	0	1,610,887	1,610,887	0
		Taxes:									
24		Federal Income Taxes	H-3	1,367,343	0	1,367,343	0	0	1,367,343	1,367,343	0
25		State Income Taxes	H-3	219,763	0	219,763	0	0	219,763	219,763	0
26		Taxes Other Than Income	H-4	204,057	0	204,057	0	0	204,057	204,057	0
27		Return on Rate Base	B	3,150,880	0	3,150,880	0	0	3,150,880	3,150,880	0
28		Revenue Credit	A	0	0	0	0	0	0	0	0
29		Total Transmission Cost of Service		\$ 7,351,827	\$ 612,308	\$ 6,729,519	\$ 10,000	\$ 612,308	\$ 6,729,519	\$ 7,341,827	\$ 10,000