

Gas Transmission Northwest Corporation

Docket No. RP06-
Statement H-2
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Depreciation, Depletion, Amortization
and Negative Salvage Expense
For the Twelve Months Ended March 31, 2006, As Adjusted

Line No.	Plant A/C No.	Particulars	Depreciation Method	Net Depreciable Plant at March 31, 2006	Plant Adjustments	As Adjusted December 31, 2006	Annual Rate Per Book	Annual Rate Proposed	12 mos ended March 31, 2006 Base Period	Adjustment	Depr Expense As Adjusted Incremental Systems
	(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)	(j)	(k)
				\$	\$	\$	%	%	\$	\$	\$
		<u>Medford Lateral</u>									
1	365.2	Rights-of-Way		7,571,458	0	7,571,458	3.333%	3.333%	252,410	-53	252,357
2	366.0	Structures and Improvements		757,040	0	757,040	3.333%	3.333%	25,232	0	25,232
3	367.0	Mains		33,991,132	0	33,991,132	3.333%	3.333%	1,132,091	833	1,132,924
4	369.0	Measuring and Regulating Station Equipment		1,275,612	0	1,275,612	3.333%	3.333%	43,164	-647	42,516
5	370.0	Communication Equipment		461,738	0	461,738	3.333%	3.333%	15,390	0	15,390
7		Total Depreciation - Medford Lateral		44,056,980	0	44,056,980			1,468,286	133	1,468,419
		<u>Coyote Lateral</u>									
8	365.2	Rights-of-Way		808,150	0	808,150	4.000%	4.000%	32,326	0	32,326
9	366.0	Structures and Improvements		543,033	0	543,033	4.000%	4.000%	21,721	0	21,721
10	367.0	Mains		6,958,784	0	6,958,784	4.000%	4.000%	278,351	0	278,351
11	369.0	Measuring and Regulating Station Equipment		872,101	20,934	893,035	4.000%	4.000%	34,884	837	35,721
12	370.0	Communication Equipment		0	52,575	52,575	4.000%	4.000%	0	2,103	2,103
13		Total Depreciation - Coyote Lateral		9,182,067	73,509	9,255,576			367,283	2,940	370,223
		<u>1998 Expansion</u>									
14	366.1	Structures and Improvements		257,903	0	257,903	2.302%	2.760%	5,937	1,181	7,118
15	368.0	Compressor Station Equipment		5,837,996	0	5,837,996	2.302%	2.760%	134,391	26,738	161,129
16		Negative Salvage		0	0	0	0.050%	0.740%	3,048	42,062	45,110
17		Total Depreciation - 1998 Expansion		6,095,899	0	6,095,899			143,376	69,981	213,356
		<u>Plant Subject To Amortization - 1998 Expansion</u>									
18	303.0	Intangible Plant - Computer Software - 303.0		35	0	35	20.000%	0.000%	0	0	0
19		Total Plant Subject to Amortization - 1998 Expansion		35	0	35			0	0	0
20		Total Depreciation and Amortization - 1998 Expansion		6,095,934	0	6,095,934			143,376	69,981	213,356
		<u>2002 Expansion</u>									
21	366.1	Structures and Improvements		35,366,916	0	35,366,916	2.302%	2.760%	814,146	161,980	976,127
22	367.0	Mains		25,333,944	0	25,333,944	2.302%	2.760%	583,187	116,029	699,217
23	368.0	Compressor Station Equipment		68,489,696	0	68,489,696	2.302%	2.760%	1,576,633	313,683	1,890,316
24		Negative Salvage		0	0	0	0.050%	0.740%	64,595	891,415	956,010
25		Total Depreciation - 2002 Expansion		129,190,556	0	129,190,556			3,038,562	1,483,108	4,521,669
26		Total Depreciation and Amortization - Incremental System		188,525,536	73,509	188,599,046			5,017,506	1,556,162	6,573,668
27		Total Plant Subject to Depreciation, Depletion and Amortization		1,679,945,520	20,522,753	1,700,468,272			43,010,255	23,895,810	66,335,543