

**Portland Natural Gas Transmission System
 Reconciliation of Book & Tax Depreciable Plant and ADIT**

Line No.	Description (a)	Plant Tax Year 2007 Total Plant
1	Book Depreciable Plant Investment	492,848,852
1a	Equity AFUDC	(23,928,550)
1b	Book Depreciable Plant Investment Net of Equity	<u>468,920,302</u>
2	Accumulated Book Depreciation Net of Equity	<u>106,935,042</u>
3	Net Book Plant	<u>361,985,260</u>
4	Tax Depreciable Plant	469,646,073
5	Accumulated Tax Depreciation	<u>290,573,167</u>
6	Net Tax Depreciable Plant	<u>179,072,906</u>
7	Net Book in Excess of Tax Plant (Book/Tax Timing Difference)	182,912,354
8	Book/Tax Timing Difference Accounted For in ADIT	<u>174,020,198</u>
9	Net Difference	<u><u>8,892,155</u></u>