

**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	468,920,302
2	Accumulated Book Depreciation Net of Equity	106,935,042
3	Net Book Plant	361,985,260
4	Tax Depreciable Plant	469,646,073
5	Accumulated Tax Depreciation	290,573,167
6	Net Tax Depreciable Plant	179,072,906
7	Net Book in Excess of Tax Plant (Book/Tax Timing Difference)	182,912,354
8	Book/Tax Timing Difference Accounted For in ADIT	174,020,198
9	Net Difference	8,892,155