

PART III
STATEMENT OF RATES
Effective Rates Applicable to Transportation Rate Schedules
Contained in this FERC Gas Tariff, First Revised Volume No. 1

Rate Schedule	Base Tariff Rate	
	Minimum	Maximum
	\$	\$
FT-1 Reservation Charge	0.000	1.078
Commodity Charge*/	0.000	0.000
IT-1	0.000	0.035
FT-1 Scheduled Overrun Transportation	0.000	0.035
IT-1 Scheduled Overrun Transportation	0.000	0.035

*/ Portland General has no variable costs.

PART III
STATEMENT OF RATES (Continued)

Effective Rates Applicable to Rate Schedules FT-1 and IT-1 (Continued)

(Dollars per Dth)

Unauthorized Overrun and Underrun	Rate (per Dth)
Unauthorized Daily Overrun	
At least 3% but less than 5% of entitlement	Index Price (3)
Equal to or greater than 5% of entitlement	Greater of \$25.00 or Two Times the Index Price (3)
Unauthorized Daily Underrun	
At least 5% but less than 10% of entitlement	Index Price (3)
Equal to or greater than 10% of entitlement	Greater of \$25.00 or Two Times the Index Price (3)
Unauthorized Underrun Imbalances not eliminated after 72 hours	Two Times the Index Price (3)

See Section 14.5 of the General Terms and Conditions regarding the assessment of unauthorized daily overrun and underrun charges.

PART III
STATEMENT OF RATES (Continued)

Effective Rates Applicable to Rate Schedules FT-1 and IT-1 (Continued)

(Dollars per Dth)

Footnotes

- (1) The currently effective tariff rate is the sum of the base tariff rate and the applicable surcharges. To the extent TSP discounts the maximum currently effective tariff rate, such discounts will be applied on a non-discriminatory basis, subject to the policies of Order No. 497.

A "Facility Cost-of-Service Charge," as defined in Section 19 of the General Terms and Conditions, is payable in addition to all other rates and charges if such a charge is included in Exhibit C to a Shipper's Transportation Service Agreement.
- (2) Rates for Rate Schedules FT-1 are also applicable to capacity release service. (Section 20 of the General Terms and Conditions describes how bids for capacity release will be evaluated.)
- (3) The "Index Price" shall be set forth in this footnote and shall be equivalent to the lowest charge for unauthorized underruns and overruns charged by Northwest Pipeline Company. This Index Price shall be changed from time to time to reflect any change in the charge by Northwest Pipeline Company. The Index Price charged under this provision is \$5.00 per MMBtu.