Davison Van Cleve PC

TEL (503) 241-7242 • FAX (503) 241-8160 • mail@dvclaw.com

Suite 2460 1000 SW Broadway Portland, OR 97205

July 9, 2004

Via Facsimile, Electronic and U.S. Mail

Ms. Cheryl Walker Oregon Public Utility Commission P.O. Box 2148 Salem OR 97308-2148

Re: In the Matter of Oregon Electric Utility Company, LLC, et al., Application for

Authorization to Acquire Portland General Electric Company

Docket No. UM 1121

Dear Ms. Walker:

Enclosed please find an original and six (6) copies of the Motion for Partial Stay of Commission Order No. 04-352 and ALJ Ruling Clarifying Order of the Industrial Customers of Northwest Utilities, Citizens' Utility Board and Associated Oregon Industries.

Please return a file-stamped copy of this document in the self-addressed, stamped envelope provided. Thank you for your assistance.

Sincerely

Christian W. Griffe

Enclosures

cc: Service List

BEFORE THE PUBLIC UTILITY COMMISSION

OF OREGON

UM 1121

In the Matter of) MOTION FOR PARTIAL STAY OF
) COMMISSION ORDER NO. 04-352 AND
OREGON ELECTRIC UTILITY) ALJ RULING CLARIFYING ORDER
COMPANY, LLC, et al.,)
, , ,)
Application for Authorization to Acquire)
Portland General Electric Company)
)

Pursuant to OAR § 860-013-0031 and OAR § 860-014-0093, the Industrial Customers of Northwest Utilities ("ICNU"), the Citizens' Utility Board ("CUB"), and the Associated Oregon Industries ("AOI") (collectively, the "Joint Intervenors") submit this Motion for Partial Stay of Oregon Public Utility Commission ("OPUC" or the "Commission") Order No. 04-352 and Administrative Law Judge ("ALJ") Kathryn Logan's Clarifying Ruling, dated July 1, 2004 ("ALJ Logan July 1 Ruling") (collectively, the "Intervenor Funding Orders" or the "Orders"). The Orders require Joint Intervenors to submit detailed billing information related to their participation in this proceeding. Joint Intervenors are requesting a partial stay of the requirement to submit detailed billing reports in advance of a Request for Payment of an Issue Fund Grant, because Joint Intervenors intend to submit an Application for Reconsideration and/or Clarification of that portion of the Intervenor Funding Orders. Although an Application for Reconsideration and/or Clarification would not be due until August 23, 2004, Joint Intervenors intend to submit their Application for Reconsideration and/or Clarification no later than July 23, 2004.

In a separate filing, Joint Intervenors are contemporaneously submitting

Intervenor Funding Grant Reports in partial compliance with the Intervenor Funding Orders.

PAGE 1 – MOTION FOR PARTIAL STAY OF COMMISSION ORDER NO. 04-352 AND ALJ RULING CLARIFYING ORDER

Joint Intervenors are submitting summaries of their billings and are not, at this time, submitting the detailed billing information requested in the Intervenor Funding Orders. The Intervenor Funding Grant Reports include accurate summaries of the amounts Joint Intervenors have incurred in this proceeding.

Joint Intervenors request that the Commission stay the effect of the portion of the Intervenor Funding Orders that require detailed billing reports pending the resolution of Joint Intervenors' soon to be filed Application for Reconsideration and/or Clarification of the Orders for the following reasons:

- 1) Joint Intervenors would be unduly prejudiced if they were required to provide detailed billing reports, even in the format clarified by ALJ Logan's July 1 Ruling, to adverse parties during the pendency of the proceeding. Joint Intervenors are aware of no other parties, out of over 40 parties in this proceeding, that are required to submit billing information. Release of such detailed billing information at this time in this proceeding would reveal litigation strategies that would be extremely prejudicial;
- 2) The release of the billing statements would reveal litigation strategy, communications with clients, and the specific nature of services provided, and thus, potentially violate attorney/client privilege and the work product doctrine; and
- 3) Providing billing statements to third parties during the pendency of the proceeding is not consistent with the Intervenor Funding Agreement approved in Docket No. AR 462.

ARGUMENT

The partial stay of a Commission order is appropriate under OAR § 860-014-0093, which permits the extension of the effective date of, or the date to comply with, an order. A stay is necessary in this instance because an application for reconsideration and/or clarification does not stay or postpone the need to comply with an original order. OAR § 860-014-0095(5). The Commission rules specifically state that "[u]nless ordered by the Commission

under OAR 860-014-0093, an order granting an application for rehearing or reconsideration shall not stay or postpone compliance with the original order." <u>Id.</u>

The Commission has the statutory authority to stay any orders pursuant to ORS § 756.568. Re Metro One Telecommunications, Inc., IC 1, Order No. 03-462 at 1 (Aug. 1, 2003). The Commission's rules provide no explicit factors for the Commission to consider in granting a stay; however, the Commission has relied upon the provisions of the Administrative Procedure Act ("APA") and the Attorney General's Model Rules of Procedure when deciding whether to grant a stay. Re Portland General Electric Co., UE 115, Order No. 01-842 (Sept. 28, 2001); Re Investigation of Universal Serv. in the State of Or., UM 731, Order No. 01-140 at 2 (Jan. 29, 2001). The Commission has stated that it will grant a stay of the effectiveness of any order when a party can show that: 1) they will experience an irreparable injury; and 2) they have asserted a colorable claim of error in the order. Re Metro One Telecommunications, Inc., IC 1, Order No. 03-462 at 2 (Aug. 1, 2003).

In considering the harm that will result from either the grant or denial of a stay, the Commission should also balance the potential harm suffered by Joint Intervenors from immediate enforcement of the order, the harm suffered by other parties, and any public harm that may result from delay. See Von Weidlein Int'l, Inc. v. Young, 16 Or. App. 81, 88, 515 P.2d 936, 937 (1973); ORS § 19.350(3)(d). The Commission should "evaluate the relative hardship to the parties and the extent to which irreparable harm will occur in the absence of a stay." See Armatta v. Kitzhaber, 149 Or. App. 498, 501, 943 P.2d 634, 635 (1997). To show irreparable injury, a party must demonstrate that injury would probably occur, and whether the "injury is irreparable depends not upon on the magnitude of the injury, but upon the completeness of a remedy in law." Arlington School Dist. No. 3 v. Arlington Educ. Ass'n, 184 Or. App. 97, 102 (2002).

PAGE 3 – MOTION FOR PARTIAL STAY OF COMMISSION ORDER NO. 04-352 AND ALJ RULING CLARIFYING ORDER

Joint Intervenors would be irreparably harmed if the Intervenor Funding Orders are not partially stayed because the information contained in the billing reports reveals the litigation and research strategy of Joint Intervenors, which could be used by other parties in this proceeding to gain an unfair advantage. If Joint Intervenors filed the detailed billing reports with the Commission in this proceeding, they would be required to serve them on each party. OAR § 860-013-0070. Release of this information could also violate Joint Intervenors' counsels' ethical obligation to not disclose information protected by the attorney/client privilege. Once this information is released to opposing parties, the injury will be irreparable because no remedy could cure the harm.

In contrast, no other party will suffer harm from a partial stay of the Intervenor Funding Orders, because Joint Intervenors' billing records are not relevant to the substantive issues in UM 1121. In addition, no harm would occur since no Joint Intervenor has requested payment of their grants. The information directed to be released by ALJ Logan was requested for the sole purpose of monitoring the Intervenor Funding Grant.

Pursuant to the APA and the Commission's precedent, a party seeking a stay of an agency order must show that there is a "colorable claim of error in the order." ORS § 183.482(3); Re Metro One Telecommunications, Inc., IC 1, Order No. 03-462 at 2 (Aug. 1, 2003). The Oregon Court of Appeals has interpreted "colorable claim of error" as one that is "substantial and nonfrivolous, or seemingly valid, genuine, or plausible." Bergerson v. Salem-Keizer Sch. Dist., 185 Or. App. 649, 660 (2003).

The Intervenor Funding Agreement requires detailed billing information when a party submits a request for payment. Re Temporary Rules Defining Qualifications for Certification as an Intervenor Eligible for Intervenor Funding and Specifying Conditions for Terminating Certification, AR 462, Order No. 03-388, Attachment B, Section 7.3 at 28 (July 2,

2003). None of Joint Intervenors have submitted a Request for Payment of an Issue Fund Grant. The Commission erred in the Intervenor Funding Orders by: 1) requiring Joint Intervenors to file privileged documents, which must be served on all parties to this proceeding; 2) directing Joint Intervenors to release information that would reveal their litigation strategies to all parties; and 3) failing to abide by the Intervenor Funding Agreement, which requires Joint Intervenors to provide detailed information only after a Request for Payment has been made. Thus, a colorable claim of error exists and a stay is necessary.

CONCLUSION

Joint Intervenors object to submitting detailed billing reports prior to filing a Request for Payment of the Intervenor Funding Grant, because such submission would be:

1) unduly prejudicial; 2) in violation of the attorney/client privilege and work product doctrine; and 3) inconsistent with the Intervenor Funding Agreement. Therefore, Joint Intervenors request that the Commission stay that portion of the Intervenor Funding Orders requiring the submission of detailed billings pending the outcome of the Application for Reconsideration and/or Clarification that Joint Intervenors intend to file in this Docket no later than July 23, 2004.

WHEREFORE, ICNU, CUB, and AOI request that the Commission grant Joint

Intervenors' Motion for Partial Stay of the Intervenor Funding Orders.

Dated this 9th day of July, 2004.

Respectfully submitted,

CITIZENS' UTILITY BOARD

Vason Fisdorfer

Citizens' Utility Board

620 SW Broadway, Suite 308

Portland, OR 97205

(503) 227-1984 phone

(503) 274-2956 fax

jason@oregoncub.org

DAVISON VAN CLEVE, P.C.

S. Bradley Van Cleve

Davison Van Cleve, P.C.

1000 SW Broadway, Suite 2460

Portland, OR 97205

(503) 241-7242 phone

(503) 241-8160 fax

mail@dvclaw.com

Of Attorneys for the Industrial Customers

of Northwest Utilities

ASSOCIATED OREGON INDUSTRIES

Mary Ann Hutton

Canon and Hutton, Attorneys at Law

9999 NE Worden Hill Road

Dundee, OR 97115

(503) 538-0600 phone

(503) 538-0603 fax

mah@canonandhutton.com

Of Attorneys for Associated Oregon

Industries

CERTIFICATE OF SERVICE

I HEREBY CERTIFY that I have this day served the foregoing Motion for Partial Stay of Commission Order No. 04-352 and ALJ Ruling Clarifying Order of the Industrial Customers of Northwest Utilities upon the parties listed below by causing the same to be electronically served on all parties who have an email address on the official service list, and by U.S. Mail, postage-prepaid, to those parties who do not have an email address on the official service list.

Dated at Portland, Oregon, this 9th day of July, 2004.

Christian W. Griffen

JIM ABRAHAMSON COMMUNITY ACTION DIRECTORS OF OREGON 4035 12TH ST CUTOFF SE STE 110 SALEM OR 97302 jim@cado-oregon.org	SUSAN K ACKERMAN NIPPC PO BOX 10207 PORTLAND OR 97296-0207 susan.k.ackerman@comcast.net
GRIEG ANDERSON 5919 W MILES ST. PORTLAND OR 97219	KEN BEESON EUGENE WATER & ELECTRIC BOARD 500 EAST FOURTH AVENUE EUGENE OR 97440-2148 ken.beeson@eweb.eugene.or.us
JULIE BRANDIS ASSOCIATED OREGON INDUSTRIES 1149 COURT ST NE SALEM OR 97301-4030 jbrandis@aoi.org	KIM BURT WEST LINN PAPER COMPANY 4800 MILL ST WEST LINN OR 97068 kburt@wlinpco.com
J LAURENCE CABLE CABLE HUSTON BENEDICT ET AL 1001 SW 5TH AVE STE 2000 PORTLAND OR 97204-1136 lcable@chbh.com	MICHAEL CARUSO 176 SW HEMLOCK DUNDEE OR 97115 carusodad@hotmail.com
JENNIFER CHAMBERLIN STRATEGIC ENERGY LLC 2633 WELLINGTON COURT CLYDE CA 94520 jchamberlin@sel.com	WILLIAM H CHEN CONSTELLATION NEWENERGY INC 2175 N CALIFORNIA BLVD STE 300 WALNUT CREEK CA 94596 bill.chen@constellation.com

JOAN COTE OREGON ENERGY COORDINATORS ASSOCIATION 2585 STATE ST NE SALEM OR 97301 cotej@mwvcaa.org	CHRIS CREAN MULTNOMAH COUNTY 501 SE HAWTHORNE, SUITE 500 PORTLAND OR 97214 christopher.d.crean@co.multnomah.or.us
MELINDA J DAVISON DAVISON VAN CLEVE PC 1000 SW BROADWAY STE 2460 PORTLAND OR 97205 mail@dvclaw.com	JIM DEASON CABLE HUSTON BENEDICT HAAGENSEN & LLOYD LLP 1001 SW FIFTH AVE STE 2000 PORTLAND OR 97204-1136 jdeason@chbh.com
J JEFFREY DUDLEY PORTLAND GENERAL ELECTRIC 121 SW SALMON ST 1WTC1301 PORTLAND OR 97204 jay_dudley@pgn.com	GARY DUELL 11301 SE CHARVIEW COURT CLACKAMAS, OR OR 97015 gduell@bigplanet.com
JASON EISDORFER CITIZENS' UTILITY BOARD OF OREGON 610 SW BROADWAY STE 308 PORTLAND OR 97205 jason@oregoncub.org	JAMES F FELL STOEL RIVES LLP 900 SW 5TH AVE STE 2600 PORTLAND OR 97204-1268 jffell@stoel.com
ANN L FISHER AF LEGAL & CONSULTING SERVICES 1425 SW 20TH STE 202 PORTLAND OR 97201 energlaw@aol.com	ANDREA FOGUE LEAGUE OF OREGON CITIES PO BOX 928 1201 COURT ST NE STE 200 SALEM OR 97308 afogue@orcities.org
SCOTT FORRESTER FRIENDS OF THE CLACKAMAS RIVER 2030 NE 7TH PL GRESHAM OR 97030 clackamas9@aol.com	KATHERINE FUTORNICK 14800 NE BLUEBIRD HILL LANE DAYTON OR 97114 futork@onlinemac.com
LORA GARLAND L-7 BONNEVILLE POWER ADMINISTRATION P.O. BOX 3621 PORTLAND OR 97208-3621 Imgarland@bpa.gov	LEONARD GIRARD 2169 SW KINGS COURT PORTLAND OR 97205 Igirard@teleport.com
ANN ENGLISH GRAVATT RENEWABLE NORTHWEST PROJECT 917 SW OAK - STE 303 PORTLAND OR 97205 ann@rnp.org	PATRICK G HAGER PORTLAND GENERAL ELECTRIC 121 SW SALMON ST 1WTC0702 PORTLAND OR 97204 patrick_hager@pgn.com
ROY HENDERSON PENSION ENHANCEMENT COMMITTEE 895 NW DALE AVENUE PORTLAND OR 97229 royhensn@msn.com	MARY ANN HUTTON CANON AND HUTTON 9999 NE WORDEN HILL RD DUNDEE OR 97115-9147 mah@canonandhutton.com

JOE JANSSENS PGE PENSION ENHANCEMENT COMMITTEE 24495 BUTTEVILLE RD NE AURORA OR 97002 osprey64@juno.com	VALARIE KOSS COLUMBIA RIVER PUD PO BOX 1193 SAINT HELENS OR 97051 vkoss@crpud.org
GEOFFREY M KRONICK LC7 BONNEVILLE POWER ADMINISTRATION PO BOX 3621 PORTLAND OR 97208-3621 gmkronick@bpa.gov	MICHAEL L KURTZ BOEHM, KURTZ & LOWRY 36 E 7TH ST STE 2110 CINCINNATI OH 45202 mkurtzlaw@aol.com
ROCHELLE LESSNER LANE, POWELL, SPEARS, LUBERSKY LLP 601 SW 2ND AVE. STE. 2100 PORTLAND OR 97204 lessnerr@lanepowell.com	KEN LEWIS 2880 NW ARIEL TERRACE PORTLAND OR 97210 kl04@mailstation.com
STEVEN G LINS GLENDALE, CITY OF 613 E BROADWAY STE 220 GLENDALE CA 91206-4394 slins@ci.glendale.ca.us	JAMES MANION WARM SPRINGS POWER ENTERPRISES PO BOX 960 WARM SPRINGS OR 97761 j_manion@wspower.com
LLOYD K MARBET DON'T WASTE OREGON 19142 S BAKERS FERRY RD BORING OR 97009 marbet@mail.com	GORDON MCDONALD PACIFIC POWER & LIGHT 825 NE MULTNOMAH STE 800 PORTLAND OR 97232 gordon.mcdonald@pacificorp.com
DANIEL W MEEK DANIEL W MEEK ATTORNEY AT LAW 10949 SW 4TH AVE PORTLAND OR 97219 dan@meek.net	THAD MILLER OREGON ELECTRIC UTILITY COMPANY 222 SW COLUMBIA STREET, SUITE 1850 PORTLAND OR 97201-6618 tmiller6@optonline.com
WILLIAM MILLER IBEW 17200 NE SACRAMENTO PORTLAND OR 97230 bill@ibew125.com	CHRISTY MONSON LEAGUE OF OREGON CITIES 1201 COURT ST. NE STE. 200 SALEM OR 97301 cmonson@orcities.org
MICHAEL MORGAN TONKON TORP LLP 888 SW 5TH AVE STE 1600 PORTLAND OR 97204-2099 mike@tonkon.com	FRANK NELSON 543 WILLAMETTE CT MCMINNVILLE OR 97128 fnelson@viclink.com
NANCY NEWELL 3917 NE SKIDMORE PORTLAND OR 97211 ogec2@hotmail.com	JAMES NOTEBOOM KARNOPP PETERSEN NOTEBOOM ET AL 1201 NW WALL ST STE 300 BEND OR 97701 jdn@karnopp.com
LISA F RACKNER ATER WYNNE LLP 222 SW COLUMBIA ST STE 1800 PORTLAND OR 97201-6618 Ifr@aterwynne.com	DONALD W SCHOENBECK REGULATORY & COGENERATION SERVICES INC 900 WASHINGTON ST STE 780 VANCOUVER WA 98660-3455 dws@r-c-s-inc.com

JOHN W STEPHENS REBECCA SHERMAN **ESLER STEPHENS & BUCKLEY** HYDROPOWER REFORM COALITION 888 SW FIFTH AVE STE 700 320 SW STARK STREET, SUITE 429 PORTLAND OR 97204-2021 PORTLAND OR 97204 stephens@eslerstephens.com northwest@hydroreform.org MITCHELL TAYLOR **BRETT SWIFT ENRON CORPORATION** AMERICAN RIVERS PO BOX 1188 320 SW STARK ST, SUITE 418 1221 LAMAR - STE 1600 PORTLAND OR 97204 HOUSTON TX 77251-1188 bswift@amrivers.org mitchell.taylor@enron.com S BRADLEY VAN CLEVE LAURENCE TUTTLE DAVISON VAN CLEVE PC CENTER FOR ENVIRONMENTAL EQUITY 1000 SW BROADWAY STE 2460 610 SW ALDER #1021 PORTLAND OR 97205 PORTLAND OR 97205 mail@dvclaw.com nevermined@earthlink.net MICHAEL T WEIRICH **BENJAMIN WALTERS** CITY OF PORTAND - OFFICE OF CITY ATTORNEY DEPARTMENT OF JUSTICE 1221 SW 4TH AVE - RM 430 1162 COURT ST NE SALEM OR 97301-4096 PORTLAND OR 97204 michael.weirich@state.or.us bwalters@ci.portland.or.us **ROBIN WHITE** STEVEN WEISS PORTLAND BOMA NORTHWEST ENERGY COALITION 1211 SW 5TH AVE STE 2722-MEZZANINE 4422 OREGON TRAIL CT NE PORTLAND OR 97201 **SALEM OR 97305** rwhite@bigplanet.com steve@nwenergy.org LINDA K WILLIAMS LORNE WHITTLES KAFOURY & MCDOUGAL **EPCOR MERCHANT & CAPITAL (US) INC** 10266 SW LANCASTER RD 1161 W RIVER ST STE 250 PORTLAND OR 97219-6305 **BOISE ID 83702** linda@lindawilliams.net lwhittles@epcor.ca