

**BEFORE THE PUBLIC UTILITY COMMISSION  
OF OREGON  
UF 4218 / UM 1206**

**TESTIMONY OF  
RICHARD W. CUTHBERT  
ON BEHALF OF THE CITY OF PORTLAND**

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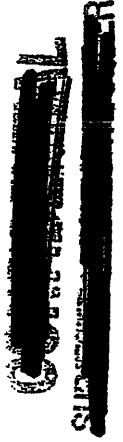
## Legal Issues (continued)

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- California Refund:
  - As of June 30, 2004, PGE had net receivable balances from the California Independent System Operator and the California Power Exchange of \$60 million.
  - In 2002 FERC ordered refunds for certain non federally-mandated transactions between October 2, 2000 and June 20, 2001.
  - The FERC methodology for calculating refunds was revised in March 2003. PGE has taken reserves of \$40 million.
  - In September 2004, the Court of Appeals for the Ninth Circuit ruled in favor of the State of California and ordered that FERC look at moving the start date of the refund period back to May 1, 2000.



PGE 205874



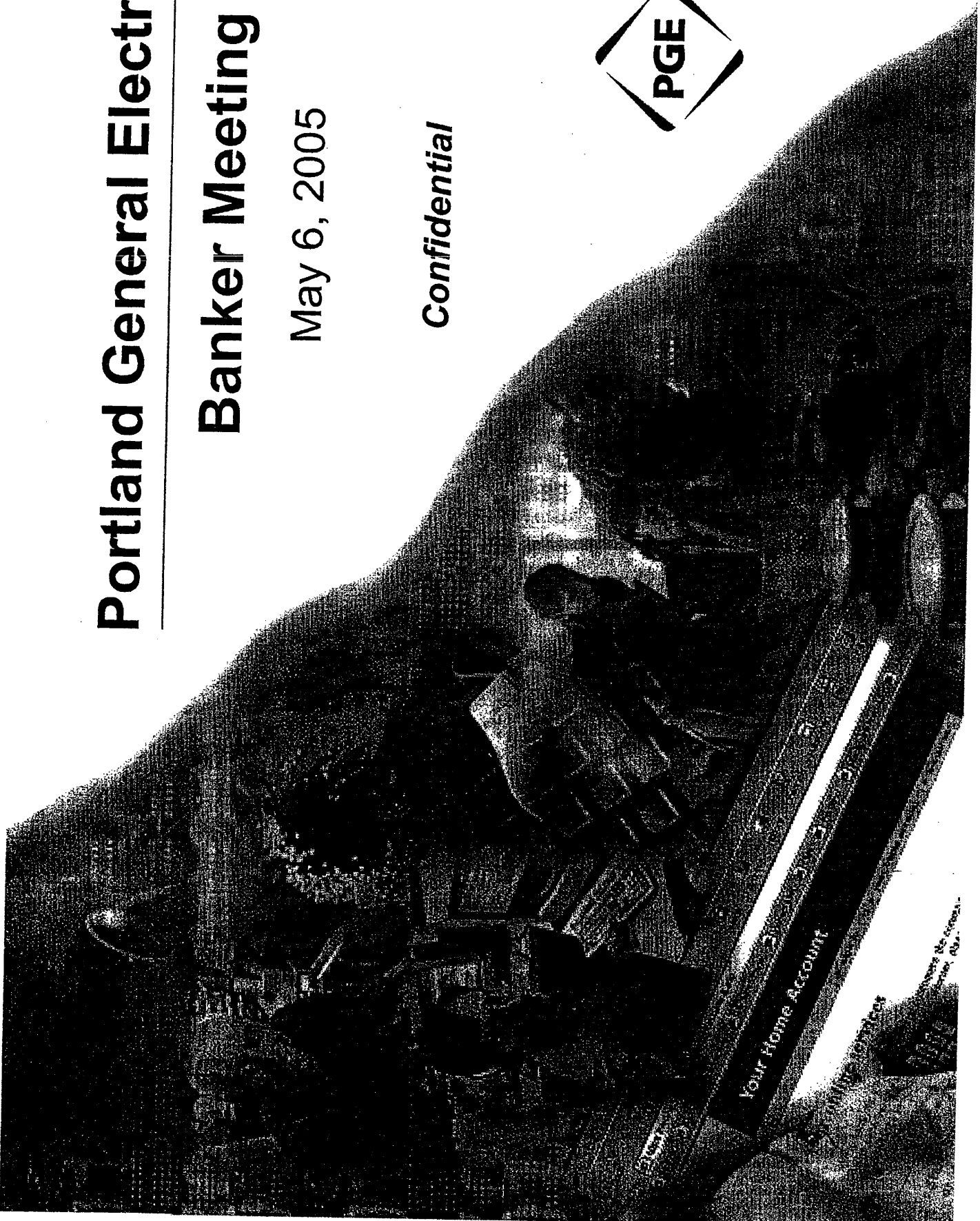
# Portland General Electric

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## Banker Meeting

May 6, 2005

*Confidential*



# 2004 - 2007 Cash and Liquidity (\$'s in millions)

	Forecast			
	Actual 12/31/2004	12/31/2005	12/31/2006	12/31/2007
Beginning Cash Balance	\$109	\$204	\$5	\$5
Net Cash from Operations	340	287	275	291
Net Cash used in Investing	(184)	(314)	(315)	(241)
Net Cash from Financing	0	0	75	100
Issuance of Long-Term Debt				
Repayment of Long-Term Debt	(58)	(28)	(9)	(50)
Increase (Decrease) in Short-Term Debt	0	9	37	(24)
Preferred Stock	(3)	(3)	(3)	(16)
Dividends	0	(150)	(60)	(60)
Total Net Cash from Financing	(61)	(172)	40	(50)
Ending Cash Balance (A)	\$204	\$5	\$5	\$5
Total Revolving Credit (B)	\$150	\$350	\$350	\$350
Short-Term Debt	0	9	46	22
Collateral : Letters of Credit Provided by PGE (1)	2	23	23	18
Cash Deposits to PGE from Counterparties (2)	14	14	14	14
Total Short-Term Debt, L/C's and Cash Deposits (C)	16	46	83	54
Total Excess Liquidity: A+B-C	\$338	\$309	\$272	\$301
Net Income	\$92	\$77	\$99	\$125

(1) L/C's provided by PGE on 5/6/05 were comprised of trading floor, \$14MM and Port Westward, \$9MM. L/C's are held constant for 2005 and 2006 and reduced in 2007 by \$5MM for Port Westward.

(2) Cash deposits to PGE held constant at the 2004 level of \$14MM.  
I:\invest\liscdata\2005 Finance Plan\2005 Finance Plan Cash Analysis2.xls



September 23, 2005

**BY E-MAIL AND FIRST CLASS MAIL**

Oregon Public Utility Commission  
Filing Center  
PO Box 2148  
Salem OR 97308-2148

Re: **UF 4218/UM 1206** -- In the Matter of Portland General Electric Company  
Application for an Order Authorizing the Issuance of 62,500,000 Shares of New  
Common Stock Pursuant to ORS 757.410 *et seq.* and In the Matter of Stephen Forbes  
Cooper, LLC

Dear Filing Center:

On Friday, September 16, 2005, the City of Portland filed Testimony of Richard W. Cuthbert in the above-referenced matter. There were two exhibits in the Cuthbert Testimony that were in the wrong order and needed to be corrected. COP/110 is now COP/112 and vice versa. It was also necessary to change the Table of Contents to reflect this correction. These are the only changes made and we are therefore only submitting the replacement pages.

The parties in this matter have been served electronically and/or by first class mail. Please let me know if you have any questions regarding this matter.

Very truly yours,

/s/ Benjamin Walters

Benjamin Walters  
Senior Deputy City Attorney

BEW:lw

Enclosures

cc: Service List for Docket UF 4218/UM 1206

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