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*Via U.S. Mail and Electronic Mail*

September 19, 2011

Commissioner Susan Ackerman  
Commissioner John Savage  
Public Utility Commission of Oregon  
550 Capitol St. NE  
Salem, Oregon 97301-2551

**RE: UE 235**

Dear Commissioners:

On August 18, 2011, PacifiCorp submitted a letter in Advice No. 11-011 recommending that the Commission: (1) suspend the advice filing, (2) initiate an investigation, (3) rule that any power purchase agreement (PPA) requested on or after August 18, 2011, will be subject to the outcome of the investigation, and (4) defer any decision until September 20, 2011, regarding whether to apply the outcome of the investigation to PPAs requested before August 18 and executed during the investigation. On September 6, 2011, the Commission issued Order No. 11-341 granting all four of these requests and initiating an investigation as UE 235.

Since August 18, PacifiCorp and the developers of the proposed Butter Creek Projects—Oregon Wind Farms and TERNA Energy USA—have continued to work diligently to settle their dispute. The parties have made significant additional progress but have not yet finalized an agreement. The parties believe they may be able to complete their negotiations in the next two or three weeks and the parties recommend that the Commission continue to defer, until at least October 4, 2011, any decision regarding whether to apply the outcome of the UE 235 investigation to PPAs requested before August 18 and executed during the investigation.

Peter Richardson, counsel for Oregon Wind Farms and TERNA Energy USA, has reviewed this letter and approved its content.

Sincerely,



Jeff Lovinger  
Of Attorneys for PacifiCorp

cc (via email): Maury Galbraith  
Ed Durrenberger  
Peter Richardson

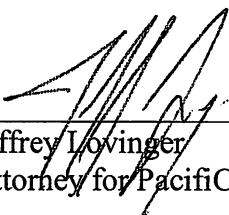
CERTIFICATE OF SERVICE

I hereby certify that, on September 19, 2011, I served a true and correct copy of the foregoing *PacifiCorp's September 19, 2011 Letter to Commissioners Susan Ackerman and John Savage regarding OPUC Docket No. UE 235* on the following named persons/entities by electronic mail:

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DATED this 19<sup>th</sup> day of September, 2011.

LOVINGER KAUFMANN LLP



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Jeffrey Lovinger  
Attorney for PacifiCorp