



Portland General Electric Company
121 SW Salmon Street • Portland, Oregon 97204
PortlandGeneral.com

October 1, 2012

Via E-Filing and US Post

Commission Filing Center
Public Utility Commission of Oregon
550 Capital Street, N.E.
Salem, OR 97310-1380

Re: PGE Finance Application - Order 12-279

Att: Matt Muldoon

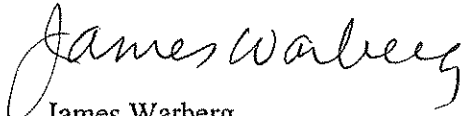
Per my conversation with Matt Muldoon of Staff on September 28, 2012, this letter is intended to make the Oregon Public Utility Commission ("Commission") aware that a certain fee related to letters of credit issued under the above referenced Order 12-279 ("Order") was inadvertently omitted from the original application. The Company asks for acknowledgment that the payment of this fee is permitted under the current Order.

The Order authorizes the Company to enter into a 5-year revolving credit facility for up to \$400 million. In addition, the application and order permit the Company to request the banks to issue letters of credit under the facility. The application and Order stated that the cost of borrowing under the fixed rate option is based on a spread over the Eurodollar rate not to exceed specified amounts based on the Company's unsecured rating at the time of borrowing. This maximum spread applies to a borrowing and is annual cost for letters of credit issued under the facility. In addition to this letter of credit cost paid to the banks, PGE will pay a fronting fee not to exceed 0.20% per annum of the amount of each letter of credit issued under the facility. This fronting or issuing fee is paid to the bank in the facility that issues the letter and is intended to cover the administrative cost of issuing and maintaining the letter of credit. It is a standard fee that is in virtually every utility revolving credit agreement. PGE inadvertently omitted this fee in the original application. PGE hereby asserts and affirms that the payment of this fronting fee will not exceed 0.20% per annum of the amount of each letter of credit issued and that the resulting all-in cost of the letters of credit is still market competitive. PGE understands that the Commission reserves judgment on the reasonableness of capital costs and expenses for ratemaking purposes.

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PGE requests that you acknowledge in writing that the letter of credit fronting costs described in this letter are permissible under the Order. If you have any questions regarding this matter, please call me at (503)464-7085 or Cheryl Chevis at 503-464-7193.

Sincerely,

A handwritten signature in cursive script that reads "James Warberg".

James Warberg
Director of Capital Markets

C: Cheryl Chevis
Brett Greene