



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

September 23, 2013

**Via E-Filing and US Mail**  
[puc.filingcenter@state.or.us](mailto:puc.filingcenter@state.or.us)

Public Utility Commission of Oregon  
3930 Fairview Industrial Dr. SE  
Salem, OR 97302-1166

**Re: PGE Supplemental Finance Application (UF 4272, Order 12-279 & 12-395)**

Attention: **Commission Filing Center**

On July 3, 2012, the Public Utility Commission of Oregon (OPUC or Commission) authorized Portland General Electric Company (PGE or the Company) to enter into a \$400 million revolving credit agreement. In addition, the order authorized PGE to extend the final maturity by one year twice during the life of the facility, so long as there were no costs other than legal fees. PGE subsequently entered into a 5-year revolving credit agreement with a group of banks on November 14, 2012 with a scheduled maturity date of November 14, 2017.

The market for revolving credit has changed and one year extensions now require a one-time upfront fee. Attachment A provides a list of recent transactions and pricing for revolving credit extensions by utilities.

This supplemental financing application is intended to request an amended order that permits the Company to extend the revolver for one year twice during the life of the facility at a fee not to exceed 15 basis points for each extension, plus reasonable legal fees. No other changes to the order are requested at this time. PGE understands that all the other provisions of the order would still apply and that the Commission reserves the right to determine the reasonableness of the costs of the facility in future rate proceedings.

PGE believes it is prudent to extend the maturity of its revolving credit at this time to ensure liquidity during a timeframe when PGE anticipates a significant construction program which dictates the need for large amounts of external financing. Having sufficient long-term liquidity in place provides financial flexibility in the event that there are disruptions in the capital markets. The Company also believes there is risk to credit availability and pricing due to Basel III and Dodd-Frank and believes it is prudent to lock in pricing and terms in a favorable market. In addition, the rating agencies look favorably on any improvement of Company liquidity.

If you have any questions regarding this matter, please call Jim Warberg at 503-464-7085.

Sincerely,

  
Patrick G. Hager III

cc: Jim Warberg  
Cheryl Chevis  
Doug Tingey

## Tenor Extension Amendment Fee Analysis



**Transaction Information:**

Wells Fargo Role:	Lead Arranger	Active Lead Arranger	Admin Agent / Active Lead	Lead Arranger	Active Lead Arranger	Lead Arranger
Global Deal Size:	\$1,600 MM	\$900 MM	\$3,500 MM	\$2,000 MM	\$1,500 MM	\$2,000 MM
Pricing Tier(s):	BBB	NR	BBB+	BBB	BBB	BBB+

**Timing:**

Amendment Launched:	June-13	June-13	May-13	April-13	April-13	April-13
Amendment Closed:	August-13	June-13	June-13	May-13	May-13	May-13
Original Facility Closed:	August-11	January-11	September-11	June-11	May-11	May-11
Original Tenor:	5 Years	5 Years	5 Years	5 Years	5 Years	5 Years
Amended Tenor:	5 Years	5 Years	5 Years	5 Years	5 Years	5 Years
<b>Years Extended:</b>	<b>1.91 Years</b>	<b>2.40 Years</b>	<b>1.78 Years</b>	<b>1.00 Years</b>	<b>2.03 Years</b>	<b>1.99 Years</b>

**Pricing:**

Original Undrawn Fees:	20.0 bps	20.0 bps	25.0 bps	25.0 bps	25.0 bps	20.0 bps
Amended Undrawn Fees:	17.5 bps	20.0 bps	15.0 bps	25.0 bps	20.0 bps	12.5 bps
<b>Undrawn Fee Reduction:</b>	<b>2.5 bps</b>	<b>0.0 bps</b>	<b>10.0 bps</b>	<b>0.0 bps</b>	<b>5.0 bps</b>	<b>7.5 bps</b>
Original Drawn Spread:	150.0 bps	175.0 bps	162.5 bps	150.0 bps	150.0 bps	150.0 bps
Amended Drawn Spread:	125.0 bps	137.5 bps	112.5 bps	150.0 bps	137.5 bps	112.5 bps
<b>Drawn Spread Reduction:</b>	<b>25.0 bps</b>	<b>37.5 bps</b>	<b>50.0 bps</b>	<b>0.0 bps</b>	<b>12.5 bps</b>	<b>37.5 bps</b>
Drops/Declines:	None	None	None	Cit, Deutsche, Scotia	RBS, US Bank	BBVA, Natixis, Scotia, Sumi

**Fees:**

New Money:	15.0 bps	20.0 bps	17.5 bps	17.5 bps	25.0 bps	17.5 bps - 25.0 bps
Old Money:	10.0 bps	12.5 bps	10.0 bps	6.0 bps	10.0 bps	10.0 bps
<b>Old Money Fee Per Annum:</b>	<b>5.2 bps</b>	<b>5.2 bps</b>	<b>5.6 bps</b>	<b>6.0 bps</b>	<b>5.0 bps</b>	<b>5.0 bps</b>

## Tenor Extension Amendment Fee Analysis



**Transaction Information:**

Wells Fargo Role:	Admin Agent / Active Lead	Lead Arranger	Admin Agent / Active Lead	Admin Agent / Active Lead	Active Lead Arranger	Active Lead Arranger
Global Deal Size:	\$1,250 MM	\$1,900 MM	\$1,150 MM	\$600 MM	\$4,000 MM	\$1,500 MM
Pricing Tier(s):	A-	A-/BBB+	A-/BBB+	A	A-/BBB	BBB+/BBB

**Timing:**

Amendment Launched:	August-13	July-13	July-13	June-13	June-13	June-13
Amendment Closed:	In Market	In Market	July 2013	In Market	July-13	August-13
Original Facility Closed:	October-12	July-12	December-11	August-12	May-12	August-12
Original Tenor:	5 Years	5 Years	5 Years	5 Years	5 Years	5 Years
Amended Tenor:	5 Years	5 Years	5 Years	5 Years	5 Years	5 Years
<b>Years Extended:</b>	<b>1.00 Years</b>	<b>1.12 Years</b>	<b>1.00 Years</b>	<b>1.02 Years</b>	<b>1.17 Years</b>	<b>1.00 Years</b>

**Pricing:**

Original Undrawn Fees:	12.5 bps	12.5/17.5 bps	10.0/17.5 bps	10.0 bps	12.5/22.5 bps	17.5/22.5 bps
Amended Undrawn Fees:	12.5 bps	12.5/17.5 bps	10.0/17.5 bps	10.0 bps	12.5/22.5 bps	17.5/22.5 bps
<b>Undrawn Fee Reduction:</b>	<b>0.0 bps</b>	<b>0.0 bps</b>	<b>0.0 bps</b>	<b>0.0 bps</b>	<b>0.0 bps</b>	<b>0.0 bps</b>
Original Drawn Spread:	112.5 bps	112.5/125.0 bps	100.0/125.0 bps	100.0 bps	112.5/150.0 bps	125.0/150.0 bps
Amended Drawn Spread:	112.5 bps	112.5/125.0 bps	100.0/125.0 bps	100.0 bps	112.5/150.0 bps	125.0/150.0 bps
<b>Drawn Spread Reduction:</b>	<b>0.0 bps</b>	<b>0.0 bps</b>	<b>0.0 bps</b>	<b>0.0 bps</b>	<b>0.0 bps</b>	<b>0.0 bps</b>
Drops/Declines:	In Market	In Market	None	In Market	None	BTMU

**Fees:**

New Money:	17.5 bps	17.5 bps	None	17.5 bps	17.5 bps	17.5 bps
Old Money:	6.0 bps	6.0 bps	6.0 bps	6.0 bps	6.0 bps	6.0 bps
<b>Old Money Fee Per Annum:</b>	<b>6.0 bps</b>	<b>5.4 bps</b>	<b>6.0 bps</b>	<b>5.9 bps</b>	<b>5.1 bps</b>	<b>6.0 bps</b>