

May 30, 2014

Email / US Mail PUC.filingcenter@state.or.us

Commission Filing Center Public Utility Commission of Oregon 3930 Fairview Industrial Drive SE PO Box 1088 Salem, OR 97308-1088

RE: UE 286 - Wind Day-Ahead Forecast Error Cost Update

## Filing Center:

In accordance with PGE Exhibit 500, filed February 13, 2014, PGE is providing this letter as notification of changes to the wind day-ahead forecast error cost estimate included in PGE's 2015 net variable power cost (NVPC) forecast. PGE will update the 2015 NVPC forecast to include the final updated wind day-ahead forecast error cost estimate in the July NVPC update filing.

PGE updated the Resource Optimization Model (ROM) parameters to align with the MONET parameters used in the April 1, 2014, NVPC update filing. The final updated wind day-ahead forecast error cost estimate for the 2015 test year is approximately \$0.65 per MWh. The final updated estimate is inclusive of Port Westward 2, Tucannon River Wind Farm, and the contract with the Confederated Tribes of the Warm Springs Reservation (Tribes). Attachment A provides the ROM summary sheet and a description of the ROM assumptions. Attachment A is confidential subject to Protective Order No. 14-043.

If you have any questions or require further information, please contact me at (503) 464-7580. Please direct all formal correspondence and requests to the following email address: pge.opuc.filings@pgn.com.

Sincerely,

Patrick G. Hager

Manager, Regulatory Affairs

PGH:kr encl.

cc: UE 286 Service List

## **UE 286**

## Attachment A

## Confidential and subject to Protective Order No. 14-043

Wind Day-Ahead Forecast Error Cost Update