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September 4, 2007

Hon. Michael Grant
Oregon Public Utility Commission
P.O. Box 2148
Salem, Oregon 97308-2148

Joelle Steward
PacifiCorp
825 NE Multnomah St, Suite 800
Portland, OR 97232

RE: ICNU Request for Payment of Preauthorized Matching Grant, PacifiCorp
Account, Docket Nos. UE 170, UE 173, UE 179, UM 1208, and UM 1263

Honorable Judge Grant:

The Industrial Customers of Northwest Utilities (“ICNU”) files this request for payment of a 2006 Preauthorized Matching Grant from the Preauthorized Matching Fund PacifiCorp Account in the amount of \$50,000. This request for payment is filed pursuant to Section 7.2 of the Intervenor Funding Agreement (“IFA”), which was approved by the Oregon Public Utility Commission (“Commission”) on July 2, 2003, in Order No. 03-388. The Commission’s rules provide that the terms of a Commission-approved intervenor funding agreement will be binding on all organizations seeking a grant under the agreement and will be followed by the Commission in administering the agreement. OAR 860-012-0100(2).

ICNU meets all of the criteria for payment of a Preauthorized Matching Grant from the Preauthorized Matching Fund PacifiCorp Account, as demonstrated by the following:

1. There are sufficient funds available in PacifiCorp’s Preauthorized Matching Fund Account for use by ICNU. Under the IFA, PacifiCorp makes available an Annual Grant Amount of \$50,000, which is added to PacifiCorp’s Preauthorized Matching Fund Account each calendar year during the term of the IFA. IFA at § 4.2.2. The current amount available in the Preauthorized Matching Fund PacifiCorp Account for 2006 is \$50,000. ICNU may file a Request for Payment for a Preauthorized Matching Grant at any time during the term of the IFA. IFA at § 7.2. Funds from PacifiCorp’s Preauthorized Matching Fund Account are available for use exclusively by ICNU. IFA at § 4.2.2.

2. A Preauthorized Matching Grant from the PacifiCorp Account must be used solely to pay Eligible Expenses for Eligible Proceedings involving PacifiCorp. IFA at § 4.2.2. ICNU requests the payment of a Preauthorized Matching Grant for Eligible Expenses incurred in the following proceedings: UE 170 (General Rate Case), UE 173 (PCAM), UE 179 (General Rate Case), UM 1208 (RFP), and UM 1263 (Mid-American Transition Costs). Each of

these proceedings was an Eligible Proceeding involving PacifiCorp. ICNU requests the payment of the \$50,000 Preauthorized Matching Grant for a portion of the expenses listed in Exhibit A, attached, which are Eligible Expenses under Section 7.4 of the IFA that ICNU has incurred in these proceedings.

3. A Preauthorized Matching Grant may be provided only if ICNU demonstrates that it has used in-house resources or outside funding for at least 50% of the Eligible Expenses for an Eligible Proceeding. IFA at § 7.2. As shown in Exhibit A, ICNU has used in-house resources and outside funding for over 50% of the Eligible Expenses for which ICNU is seeking reimbursement in this proceeding. The exact amount for each proceeding is shown on the attached confidential attachment.

4. Section 4.2.2 of the IFA requires that ICNU become precertified (in accordance with Section 5.2 of the IFA) within one year of the effective date of the IFA in order to be eligible to receive a Preauthorized Matching Grant. ICNU became precertified as eligible to receive intervenor funding grants under Section 5.2 of the IFA pursuant to Order No. 03-502, entered by the Commission on August 21, 2003.

Having demonstrated that it meets all of the criteria and conditions for such request, ICNU requests payment of a Preauthorized Matching Grant from PacifiCorp's Preauthorized Matching Fund Account in the amount of \$50,000. ICNU requests that the Commission grant this request within 30 days of receipt and order PacifiCorp to pay ICNU the amount of \$50,000 within 30 days after receipt of the Commission directive, in accordance with Section 7.2 of the IFA.

Payment should be sent to:

Michael Early
Industrial Customers of Northwest Utilities
333 S.W. Taylor, Suite 400
Portland, Oregon 97204

Thank you for your attention to this matter. Please do not hesitate to contact me if you have any questions.

Sincerely yours,

/s/ S. Bradley Van Cleve
S. Bradley Van Cleve

Enclosure
cc: Michael Early