

CITY OF SALEM, OREGON

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July 28, 2005

Hon. Christina Smith Administrative Law Judge Oregon Public Utility Commission 550 Capitol Street NE Salem, OR 97310

VIA ELECTRONIC MAIL AND FIRST CLASS MAIL

Re: UF 4218/UM 1206 – In the Matter of Portland General Electric Company

Application for an Order Authorizing Issuance of 62,500,000 Shares of New Common Stock Pursuant to ORS 757.410 *et seq.* and In the Matter of Stephen Forbes

Cooper, LLC

Dear Judge Smith:

Enclosed for filing please find an original and five copies of the Petition of City of Salem, Oregon, to Intervene and to participate as a party. Copies of this petition have been submitted by electronic mail to the UF 4218/UM 1206 service list as posted on the Public Utility Commission of Oregon's website, for this matter.

Please do not hesitate to contact me if you have any questions.

Sincerely,

/s/ C. Randall Tosh

C. Randall Tosh City Attorney

Enclosures

c: UF 4118/UM 1206 Service List

BEFORE THE PUBLIC UTILITY COMMISSION

OF OREGON

UF 4218 UM 1206

In the Matter of the Application of PORTLAND GENERAL ELECTRIC COMPANY for an Order Authorizing the Issuance of 62,500,000 Shares of New Common Stock Pursuant to ORS 757.410 et seq. (UF 4218))))) PETITION OF THE CITY OF SALEM, OREGON TO INTERVENE AND PARTICIPATE AS A PARTY
And))
In The Matter of the Application of STEPHEN FORBES COOPER, LLC, as Disbursing Agent, on behalf of the RESERVE FOR DISPUTED CLAIMS Application for an Order Allowing the Reserve for Disputed Claims to Acquire the Power to Exercise Substantial Influence over the Affairs and Policies of Portland General Electric Company Pursuant to ORS 757.511 (UM 1206))))))))))))))))))

CITY OF SALEM'S PETITION TO INTERVENE

Pursuant to ORS 756.525 and OAR 860-012-0021, the City of Salem, Oregon (the City) hereby respectfully submits this Petition to Intervene in the above-encaptioned proceeding and seeks leave to intervene as a party. In support of its petition, the City represents as follows:

1. The business address for the City as a party of record in this proceeding is:

Robert G. Wells, City Manager City of Salem 555 Liberty Street SE, Room 220 Salem, OR, 97301

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CITY OF SALEM

Email: bwells@cityofsalem.net

Fax: 503-588-6354

3. Service of papers and correspondence related to this proceeding should be made upon

the City's legal counsel in this proceeding, as follows:

C. Randall Tosh

City Attorney

City of Salem

555 Liberty Street SE, Room 205

Salem, OR, 97301

Tel.: 503-588-6003

Fax: 503-361-2202

E-mail: rtosh@cityofsalem.net

3. The City is an Oregon municipal corporation, organized under the Charter of the City

of Salem, and existing under the laws of the State of Oregon.

The City has a substantial interest in this proceeding. Portland General Electric(PGE)

and Stephen Forbes Cooper, LLC (SFC) filed a Joint Application before the Public

Utility Commission (the Commission), wherein PGE requests an order authorizing the

issuance of 62,500,000 shares of common stock (New PGE Common Stock), and SFC

requests an order authorizing the "Reserve for Disputed Claims" to hold more than five

percent of the New PGE Common Stock. As stated in the Joint Application, PGE and

SFC seek to transfer 100% of PGE's common equity from Enron Corporation (Enron)

to Enron's creditors and other debtors, by canceling the existing PGE common stock

held by Enron and by issuing the New PGE Common Stock to Enron's creditors.

5. The City will be affected by the outcome of this proceeding and is particularly concerned

about the potential impact upon electricity rates, services, and reliability, because: (a)

PGE supplies electricity to the City and provides much of the electricity to citizens

residing within the Salem city limits; (b) the City and PGE have shared efforts over time

in addressing routine issues related to PGE's work in the City's public right-of-way

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including the relocation of facilities, issuance of permits, and related compensation; and

(c) the City has been actively tracking and involved in issues related to the future of

PGE, particularly after Enron commenced Chapter 11 proceedings.

6. As noted above, the City has interests, experience and expertise the City can draw upon

to assist the Commission during this proceeding.

7. As an intervening party in this proceeding, the City intends to address issues the City

finds relevant to the City's interests, during the time set for action.

8. The City's participation in the proceeding will assist the Commission in resolving the

issues, and will not unreasonably broaden the issues, unduly burden the record, or delay

the proceeding. No other party can adequately represent the City's interest, and the City

will be affected by any Commission determination made in this proceeding. It is in the

public interest to allow the City to intervene in this proceeding.

WHEREFORE, the City Of Salem respectfully requests that the Public Utility Commission

grant this Petition to Intervene and order all the rights of a party for the City of Salem, in this

proceeding.

DATED: July 28, 2005.

Respectfully submitted,

CITY OF SALEM

Legal Department

/s/ C. Randall Tosh

By:

C. Randall Tosh, OSB #94033

City Attorney

Of Attorneys for Petitioner

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CITY OF SALEM

SALEM, OR 97301 PHONE: 503-588-6003 / FAX: 503-361-2202

CERTIFICATE OF SERVICE

I hereby certify that I served a copy of the foregoing PETITION OF CITY OF SALEM TO

INTERVENE AND PARTICIPATE AS A PARTY on:

PUC Administrative Hearings Division 550 Capitol Street, NE, Suite 215 Salem, Oregon 97310-2551

on the 28th day of July, 2005, by electronic copy to Case Manager, Bryan Conway, email

address: <u>bryan.conway@state.or.us</u> and by mailing the original and five copies of said

document contained in a sealed envelope with postage prepaid, and deposited in the post office

at Salem, Oregon, on said day.

I further certify that I served a copy of the foregoing PETITION OF CITY OF SALEM TO

INTERVENE AND PARTICIPATE AS A PARTY on the following Persons by electronically

mailing copies, and by mailing full, true and correct copies of said document contained in a

sealed envelope with postage prepaid, and deposited in the post office at Salem, Oregon, on said

day to the individuals on the attached Service List.

DATED this 28th day of July, 2005.

/s/ C. Randall Tosh

C. Randall Tosh, OSB #94033

City Attorney

Of Attorneys for Petitioner City of Salem

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