

April 03, 2006

Vikie Bailey-Goggins
Administrator
Oregon Public Utility Commission
550 Capital St. NE., Suite 215
P.O. Box 2148
Salem, OR 97308-2148

RE: GRID Run for PacifiCorp's 2007 TAM (Docket UE-179)

Enclosed please find PacifiCorp's updated 2007 net power cost forecast. PacifiCorp's net power costs for 2007 are forecasted at \$889.4 million total Company, versus \$864.1 million in our February 22 filing. A summary of the changes and impacts is provided as Exhibit A. The adjustments are segregated between TAM adjustments and other. The TAM adjustments result in a net \$.56 million decrease and the other adjustments result in a \$25.8 million increase. The other adjustments include an adjustment for regulating margin and reserve requirements for non-owned generation located within the Company's control area. These adjustments are the result of a review undertaken by the Company's Commercial and Trading Organization subsequent to the completion of the Company's Oregon GRC case and would normally be included in the general rate case. In order to provide adequate time for the parties to review the adjustments they are included in this update. The Company will file supplemental testimony on the regulating margin and non-owned generation reserve requirements on April 10th in support of these adjustments.

Attached is a CD with the GRID project and Net Power Cost report. The attached CD is subject to the protective order issued in UE-179.

If you have any questions, please contact Michael, Matt or myself at:

Mark Widmer:	503 813.5541	Mark.Widmer@PacifiCorp.com
Michael Stack:	503 813.5951	Michael.Stack@PacifiCorp.com
Matt Elkins:	503 331.4372	Matt.Elkins@PacifiCorp.com

Sincerely,



Mark Widmer
Director, Net Power Costs

CC Service List for UE-179
Encls

Oregon CY2007 TAM**Exhibit A****Oregon Filed GRC 864,120,707****TAM Updates**

Item #		
1	Contract Update - TriState	294,510
2	Contract Update - Hermiston Transportation Fees	1,312,713
3	Contract Update - BPA wind sale	(167,271)
4	New Contract - Kennecott QF	(3,689,599)
5	New Contract - Tesoro QF	(2,492,763)
6	New Contract - Idaho Power RTSA Purchase	738,067
7	New Contract - STF	704,452
8	New Contract - Gas Transaction Data	(1,727,497)
9	New Contract - BPA Conservation Rate Credit	(2,570,400)
10	Correction - TransAlta	955,213
11	Correction - Grant Reasonable	10,374,354
12	Correction - Hydro Generation	(4,121,999)
13	New Contract - Schwendiman QF	(178,703)
Total Adjustments		(568,923)

Oregon CY2007 TAM Update 863,551,783

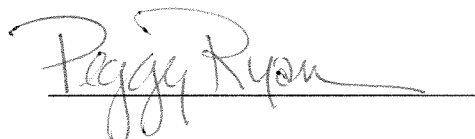
14	Regulating Margin	17,955,651
15	Non-Owned Generation Reserve Requirments	7,844,712

Total Update 889,352,146

I hereby certify that on this 3rd day of April, 2006, I caused to be served, via overnight delivery and email, a true and correct copy of GRID Run for PacifiCorp's 2007 TAM in Docket No. UE-179.

RATES & REGULATORY AFFAIRS PORTLAND GENERAL ELECTRIC RATES & REGULATORY AFFAIRS 121 SW SALMON STREET, 1WTC0702 PORTLAND OR 97204 pge.opuc.filings@pgn.com	JIM ABRAHAMSON -- COMMUNITY ACTION DIRECTORS OF OREGON 4035 12TH ST CUTOFF SE STE 110 SALEM OR 97302 jim@cado-oregon.org
LAURA BEANE PACIFIC POWER & LIGHT 825 NE MULTNOMAH STE 800 PORTLAND OR 97232 laura.beane@pacificorp.com	KURT J BOEHM -- BOEHM KURTZ & LOWRY 36 E SEVENTH ST - STE 1510 CINCINNATI OH 45202 kboehm@bklawfirm.com
LOWREY R BROWN -- CITIZENS' UTILITY BOARD OF OREGON 610 SW BROADWAY, SUITE 308 PORTLAND OR 97205 lowrey@oregoncub.org	MELINDA J DAVISON -- DAVISON VAN CLEVE PC 333 SW TAYLOR, STE. 400 PORTLAND OR 97204 mail@dvclaw.com
JASON EISDORFER -- CITIZENS' UTILITY BOARD OF OREGON 610 SW BROADWAY STE 308 PORTLAND OR 97205 jason@oregoncub.org	JASON W JONES -- DEPARTMENT OF JUSTICE REGULATED UTILITY & BUSINESS SECTION 1162 COURT ST NE SALEM OR 97301-4096 jason.w.jones@state.or.us
MICHAEL L. KURTZ -- BOEHM, KURTZ & LOWRY 36 E 7TH ST STE 1510 CINCINNATI OH 45202-4454 mkurtz@bklawfirm.com	KATHERINE A MCDOWELL -- STOEL RIVES LLP 900 SW FIFTH AVE STE 1600 PORTLAND OR 97204-1268 kamcdowell@stoel.com
IRION SANGER DAVISON VAN CLEVE 333 SW TAYLOR - STE 400 PORTLAND, OR 97204 ias@dvclaw.com	JIM SELECKY BRUBAKER & ASSOCIATES 1215 FERN RIDGE PKWY SUITE 208 ST. LOUIS, MISSOURI 63141
KARL HANS TANNER OREGON ENERGY COORDINATORS ASSOC 2448 W. HARVARD BLVD. ROSEBURG, OR 97470 Karl.tanner@ucanecap.org	DOUGLAS C TINGEY PORTLAND GENERAL ELECTRIC 121 SW SALMON 1WTC13 PORTLAND OR 97204 doug.tingey@pgn.com
MICHAEL T. WEIRICH REGULATED UTILITY & BUSINESS SECTION 1162 COURT ST. NE SALEM, OR 97301-4096 Michael.weirich@state.or.us	

Oregon Public Utility Commission



Peggy Ryan
Supervisor Regulatory Administration