



Portland General Electric Company
121 SW Salmon Street • Portland, Oregon 97204

October 1, 2007

Email/Messenger

Filing Center
Oregon Public Utility Commission
550 Capitol Street, N.E., Ste 215
Salem, OR 97301-2551

RE: October 1, 2007 Draft MONET Runs for PGE's 2008 AUT (Docket UE 192) and Biglow Canyon (Docket UE 188)

PGE Tariff Schedule 125 requires power cost updates that include final planned maintenance schedules and the final load forecast by October 1. This filing meets that requirement. The power cost updates also include new gas and electric price curves and power and fuel contracts, all as of September 20, 2007.

Enclosed are PGE's October 1st Draft MONET runs in UE 192 and UE 188. Attachment 1 provides a hard copy of the Step Change Log, Summary of Changes to MONET, Assumptions Summaries both with and without Biglow Canyon, and summary MONET output for forecasts both with and without Biglow Canyon. Attachment 2 is a CD with several electronic files, including the MONET runs. The electronic files are password protected using the same password as that used for other protected files in these dockets. Attachments 1 and 2 are confidential and subject to the Protective Order issued in UE 192 (Order No. 07-135).

Updated total net variable power costs (NVPC) for 2008 are \$779,414,000 before consideration of Biglow Canyon and \$755,943,000 inclusive of Biglow Canyon. Comparable figures from the PGE's initial filings earlier this year were \$776,960,000 and \$755,018,000. These October 1st MONET runs also reflect a slightly lower load forecast from PGE's initial filings. Specifically, forecast 2008 Cost of Service (COS) busbar loads have decreased from 2,275 aMW to 2,269 aMW. We include load forecast work papers with this filing. Given the slight increase in forecasted power costs and the slight decrease in the load forecast, unit power costs (before consideration of Biglow Canyon) are up approximately 0.6%. Unit power costs are, however, down significantly from the July 11, 2007, update.

UE 192 and UE 188
October 1, 2007, Draft MONET Runs
October 1, 2007

Please note - this report is not required to be e-filed but is being sent electronically by email for your convenience. If you have any questions, please contact me at (503) 464-7580 or Steve Schue at (503) 464-2624.

Sincerely,

Patrick G. Hager
Manager, Regulatory Affairs

encls.

CC: Ed Durrenberger, OPUC
Melinda Davison, ICNU
Randy Falkenberg, RFI Consulting
Bob Jenks, CUB

**2008 AUT
Attachment 1**

CONFIDENTIAL Subject to Protective Order No. 07-135

**Step Log
Summary of Changes to MONET
Assumptions Summary without Biglow Canyon
Assumptions Summary with Biglow Canyon
MONET Output**

**2008 AUT
Attachment 2**

CONFIDENTIAL Subject to Protective Order No. 07-135

Provided Electronically Only (CD)