

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

May 28, 2015

Email / FedEx PUC.filingcenter@state.or.us

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

RE: UE 294 – Wind Day-Ahead Forecast Error Cost Update

Filing Center:

In accordance with PGE Exhibit 400, filed February 12, 2015, PGE is providing this letter as notification of changes to the wind day-ahead forecast error cost estimate included in PGE's 2016 net variable power cost (NVPC) forecast. PGE will update the 2016 NVPC forecast to include the updated wind day-ahead forecast error cost estimate in the July NVPC update filing.

In its initial filing submitted on February 12, 2015, PGE used a wind day-ahead forecast error cost estimate of approximately \$0.65 per MWh, which was consistent with the estimate generated for Docket No. UE 286. PGE updated the Resource Optimization Model (ROM) parameters to align with the MONET parameters used in the April 1, 2015, NVPC update filing. The updated wind day-ahead forecast error cost estimate for the 2015 test year is approximately \$0.30 per MWh without the Carty Generating Station (Carty) and \$0.20 per MWh after Carty is included. Attachment A provides the ROM summary sheet.

Attachment A is confidential and subject to Protective Order No. 15-036. PGE will provide Attachment A to UE 294 service list members who have signed the Protective Order.

If you have any questions or require further information, please contact Aaron Rodehorst at 503-464-8804. Please direct all formal correspondence and requests to the following email address: <u>pge.opuc.filings@pgn.com</u>.

Sincerely

Patrick G. Hagør Manager, Regulatory Affairs

encl. cc: UE 294 Service List

UE 294

Attachment A

Confidential and Subject to Protective Order No. 15-036

Wind Day-Ahead Forecast Error Cost Update