



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

June 15, 2010

*via US Mail and
Electronic Mail*

Public Utility Commission of Oregon
550 Capitol St., NE, No. 215
Salem, OR 97308-2148

Attention: **Commission Filing Center:**

Re: **UM 1103**

PGE's Application for Reauthorization to Defer Intervenor Funding Costs

Ms. Bailey-Goggins:

Enclosed for filing is the original and one copy of Portland General Electric Company's Application for Reauthorization to Defer Intervenor Funding Costs. We have provided copies of a Notice of Application to the UE-197 service list.

PGE waives paper service of documents in this proceeding and has E-filed a copy on this date.

If you have any questions or require further information, please call me at (503) 464-7580, or Launa Harmon (503) 464-7251. Please direct all formal correspondence, questions, or requests to the following e-mail address pge.opuc.filings@pgn.com.

Sincerely,

Patrick G. Hager
Manager, Regulatory Affairs

encls.

cc: UE-197 service list

BEFORE THE PUBLIC UTILITY COMMISSION
OF OREGON

UM 1103

In the Matter of the Application of)	
PORTLAND GENERAL ELECTRIC COMPANY)	Application For Reauthorization
For an Accounting Order Approving Deferral of Costs)	To Defer Intervenor Funding
Related to Intervenor Funding)	Costs

Pursuant to OAR 860-027-0300, ORS 757.259 (3), ORS 757.072, and the Oregon Public Utility Commission (the "Commission") Intervenor Funding Order Nos. 03-388, 07-564, and OPUC Orders 03-405, 04-363, 05-816, 06-412, 07-324, 08-442 and 09-268, which approve Portland General Electric Company's ("PGE's") Intervenor Funding Deferral, PGE requests reauthorization to defer for later ratemaking treatment certain intervenor funding costs. PGE seeks reauthorization to defer intervenor funding costs, as described below, for a 12-month period commencing July 1, 2010.

I. Deferral History:

On July 2, 2003, the Commission issued Order No. 03-388 approving temporary rules specifying the qualifications for certifying intervenor eligibility for funding under SB205, and the conditions for terminating their certification. Pursuant to the Intervenor Funding Act, the Commission issued Order No. 03-388 that approved an agreement between PGE, Pacific Power and Light (dba PacifiCorp), Northwest Natural Gas Company, Northwest Industrial Gas Users, Citizens' Utility Board of Oregon ("CUB"), and Industrial Customers of Northwest Utilities, dated February 3, 2003 (the "Intervenor Funding Agreement"). The Intervenor Funding Agreement specifies the terms and conditions for intervenor funding grants, the funding amount to be contributed by each utility, the procedures for budget submittals by intervenors, the need for Commission approval of

budgets, and the payment of grants by utilities into three funds, which include the CUB Fund, the Pre-authorized Matching Fund, and the Issue Fund.

On July 14, 2003, the Commission issued Order No. 03-405 authorizing payment of \$50,000 by each of the three participating utilities in the CUB Fund.

On August 11, 2003, PGE filed an application with the Public Utility Commission for an accounting order authorizing PGE to defer its costs related to the Intervenor Funding Grants through June 30, 2004. Staff's recommendation, to authorize PGE to defer the costs, was approved and adopted by the Commission on September 11, 2003, in Order No. 03-561.

PGE filed and received reauthorization for this deferral, as shown in Table 1 below

Table 1

Filing Date	Renewal Period	Order No.	Approval Date
8/11/03	6/30/04	03-561*	9/17/03
5/20/04	7/01/04-6/30/05	04-363	6/28/04
5/13/05	7/01/05-6/30/06	05-816	6/29/05
6/07/06	7/01/06-6/30/07	06-412	7/17/06
6/07/07	7/01/07-6/30/08	07-324	7/27/07
6/05/08	7/01/08-6/30/09	08-442	8/28/08
6/02/09	7/01/09-6/30/10	09-268	7/13/09

* Initial Application

On December 19, 2007, the OPUC approved the First Amended and Restated Intervenor Funding Agreement (“IFA”) that extended intervenor funding through December 12, 2012 (OPUC Order 07-564). The restated IFA amends and clarifies the use of funds for dockets that extend over two or more calendar years, modifies some of the original terms and conditions, adds new reporting requirements and changes the funding amounts to be contributed by each utility, as well as adds new

accounts for additional participating utilities.

Pursuant to Commission Orders 03-405, 03-561, 04-363, 05-816, 06-412, 07-324, 08-442, and 09-268, PGE respectfully requests an Order reauthorizing the deferral, for later rate-making treatment, of all payments made by PGE between July 1, 2010 and June 30, 2011, to intervenors under the three intervenor funds established under the IFA.

II. OAR 860-027-0030 Requirements:

The following is provided pursuant to ORS 860-027-0300(3):

a. Description

For the 12-month period of July 1, 2010, through June 30, 2011, PGE seeks reauthorization to continue recording, in a deferred account, all amounts it is required to pay to the CUB Fund, the Pre-authorized Matching Fund, and the Issue Fund.

b. Reasons for Deferral

OPUC Order No. 03-561 authorized PGE's accounting process for the grant funds. Some previously paid grant funds are currently being deferred pursuant to OPUC Order No. 09-268, but the Order is about to expire and PGE requests that the deferral continue. Moreover, PGE requests additional amounts it is required to pay to the three funds during the period of July 1, 2010, through June 30, 2011, to be treated similarly.

PGE will continue to incur Intervenor Funding expenses until December 12, 2012, pursuant to the IFA adopted in OPUC Order No. 07-564. PGE wishes to continue to use the deferral mechanism as approved. Without reauthorization, the current authorization to defer costs will expire on June 30, 2010.

c. Proposed Accounting

PGE proposes to record all deferred costs in FERC Account 182.3 (Other Regulatory Assets).

d. Amounts Subject to Deferral and Estimates of Amounts

PGE anticipates the maximum amounts to be deferred, during the 12-month period subsequent to the filing of this Application, are¹:

Fund:

CUB Fund	\$ 57,500
Preauthorized Matching Fund (ICNU)	\$ 57,500
Issue Fund	<u>\$ 125,000</u>
Total	\$ 240,000

PGE estimates the following balances to exist in its intervenor funding accounts:

Fund Description	June 2010 Balance	2010 Accrual	June 2011 Estimated Balance
CUB Fund	\$ 198,745.22 ³	\$ 57,500	\$256,245.22 ²
Matching Fund	192,064.51 ³	\$ 57,500	\$249,564.51 ²
Issue Fund	\$ 400,438.55 ³	\$125,000	\$525,038.55 ²
Balance	<u>\$790,848.28</u>	<u>\$240,000</u>	<u>\$1,030,848.28</u>

PGE began amortization of these funds through Advice 07-029, which became effective January 1, 2008.

The IFA permits intervenors to request grants from the various funds at any time during the calendar year, though the deferral periods have generally run from July 1 to June 30. Amounts will be debited to the deferral account as funds are actually disbursed. See OPUC Order No. 03-561, Appendix A, Page 3. Balances in the funds may rollover into the following year if intervenors do

¹ The Intervenor Funding Agreement was amended and restated through OPUC Order No. 07-564, extending intervenor funding until December 31, 2012.

² Approximate balance not considering interest accruals, full amortization and exact payout dates.

³ Balance does not reflect 2011 accrual.

not use the entire amount available, and some funds (the CUB and Matching Funds) permit intervenors to request advances from future-year funds.

Pursuant to the terms of the IFA, individual fund costs will be allocated to the appropriate customer class: the CUB fund will be charged to residential customers; the Pre-authorized Matching Fund (ICNU) will be charged to industrial customers, and the Issue Fund costs will be aligned and allocated to keep the intended beneficiaries of the advocacy undertaken on their behalf.

e. Notice

A copy of the Notice of Application for Reauthorization to Defer Intervenor Funding Costs is Attached as Exhibit A, as well as a list of persons served with the Notice.

III. The following is provided pursuant to OAR 860-027-0300(4):

a. Description of Deferred Account Entries

Please see section (II)(d) above.

b. The reason for continuing deferred accounting

PGE is seeking approval to continue the Intervenor Funding Deferral pursuant to the approved Commission Order No. 09-268 as described in Section (II)(b) above.

IV. Contacts: The authorized address to receive notices and communications in respect of this Application is:

PGE-OPUC Filings
Rates & Regulatory Affairs
Portland General Electric Company
121 SW Salmon Street, 1WTC0702
Portland, OR 97204
(503) 464-7857 (telephone)
(503) 464-7651 (facsimile)
pge.opuc.filings@pgn.com

Doug Tingey
Assistant General Counsel
Portland General Electric Company
121 SW Salmon Street, 1 WTC1301
Portland, OR 97204
(503) 464-8926 (telephone)
(503) 464-2200 (facsimile)
doug.tingey@pgn.com

PGE waives paper service of documents in this proceeding. In addition, the names and addresses to receive notices and communications via the e-mail service list are:

Doug Tingey, Assistant General Counsel
E-Mail: doug.tingey@pgn.com

Patrick G. Hager, Manager Regulatory Affairs
E-Mail: Patrick.Hager@pgn.com

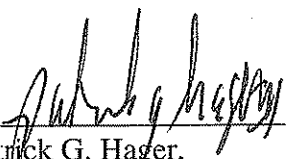
Jay Tinker, Project Manager
E-Mail: Jay.Tinker@pgn.com

IV. Conclusion

For the reasons stated above, PGE requests permission to continue to defer the existing balances in the deferred account and authorization to defer any additional Intervenor Funding costs paid by PGE during the period July 1, 2010, to June 30, 2011.

DATED this 15th day of June, 2010.

Respectfully Submitted,



Patrick G. Hager,
Manager, Regulatory Affairs
On Behalf of
Portland General Electric Company

g:\ratecase\opuc\dockets\um-1103 (intervenor funding)\deferral request 2010\pge um 1103 reauth app_(6-15-10).doc

Attachment A

**Notice of Application for Reauthorization
to Defer Intervenor Funding Costs**

**BEFORE THE PUBLIC UTILITY COMMISSION
OF OREGON**

UM 1103

In the Matter of the Application of Portland
General Electric Company for an Order to
Reauthorize the Deferral of Intervenor
Funding Costs

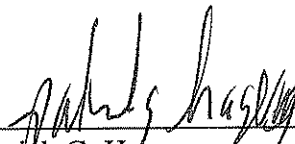
Notice of Application
For Reauthorization
To Defer Intervenor
Funding Costs

On June 15, 2010, Portland General Electric Company ("PGE") filed an Application with the Oregon Public Utility Commission (the "Commission") for an Order reauthorizing deferral of its intervenor funding costs. Approval of PGE's Application will not authorize a change in PGE's rates, but will permit the Commission to consider allowing such deferred amounts in rates in a subsequent proceeding. Persons who wish to obtain a copy of PGE's Application should contact either of the following:

PGE-OPUC Filings
Rates & Regulatory Affairs
Portland General Electric Company
121 SW Salmon St., 1 WTC-0702
Portland, OR 97204
(503) 464-7857 (telephone)
(503) 464-7651 (telecopier)
pge.opuc.filings@pgn.com

Any person who wishes to submit written comments to the Commission on PGE's Application must do so no later than July 16, 2010.

Dated this 15th day of June, 2010.

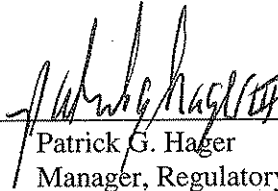


Patrick G. Hager
Manager, Regulatory Affairs
Portland General Electric Company

CERTIFICATE OF SERVICE

I hereby certify that I have this day caused the foregoing Notice of Application for Reauthorization to Defer Intervenor Funding Costs to be served by Electronic Mail to those parties whose e-mail addresses appear on the attached service list, and by First Class US Mail, postage prepaid and properly addressed, upon those parties on the attached service list who have not waived paper service from OPUC Docket No. UE 197.

Dated at Portland, Oregon, this 15th day of June, 2010.



Patrick G. Hager
Manager, Regulatory Affairs
Portland General Electric Company
121 SW Salmon Street, 1WTC0702
Portland, OR 97204
Telephone: 503-464-7580
Fax: 503-464-7651
E-Mail: patrick.hager@pgn.com

Summary Report**UE 197 PORTLAND GENERAL ELECTRIC****Category:** Electric Rate Case**Filed By:** PORTLAND GENERAL ELECTRIC

This filing requests a general rate revision.

Filing Date: 2/27/2008 **Advice No:** 08-02**Effective Date:** 1/1/2009 **Expiration Date:** 12/31/2008 **Status:** PERM SUSPEND**See also:** UE 198 08-23**Final Order:** 09-176 **Signed:** 2/27/2008**SERVICE LIST:**

OPUC DOCKETS

CITIZENS' UTILITY BOARD OF OREGON
610 SW BROADWAY STE 308
PORTLAND OR 97205COMMUNITY ACTION PARTNERSHIP OF OREGON
PO BOX 7964
SALEM OR 97301KURT J BOEHM -- CONFIDENTIAL
BOEHM KURTZ & LOWRY
36 E SEVENTH ST - STE 1510
CINCINNATI OH 45202ROGER D. COLTON -- CONFIDENTIAL
FISHER SHEEHAN & COLTON
34 WARWICK RD
BELMONT MA 02478JOAN COTE -- CONFIDENTIAL
OREGON ENERGY COORDINATORS ASSOCIATION
2585 STATE ST NE
SALEM OR 97301JIM DEASON -- CONFIDENTIAL
ATTORNEY AT LAW
1 SW COLUMBIA ST, SUITE 1600
PORTLAND OR 97258-2014ROBERT JENKS -- CONFIDENTIAL
CITIZENS' UTILITY BOARD OF OREGON
610 SW BROADWAY STE 308
PORTLAND OR 97205JUDY JOHNSON -- CONFIDENTIAL
PUBLIC UTILITY COMMISSION
PO BOX 2148
SALEM OR 97308-2148JASON W JONES -- CONFIDENTIAL
DEPARTMENT OF JUSTICE
REGULATED UTILITY & BUSINESS SECTION
1162 COURT ST NE
SALEM OR 97301-4096MICHAEL L KURTZ -- CONFIDENTIAL
BOEHM KURTZ & LOWRY
36 E 7TH ST STE 1510
CINCINNATI OH 45202-4454G. CATRIONA MCCracken -- CONFIDENTIAL
CITIZENS' UTILITY BOARD OF OREGON
610 SW BROADWAY - STE 308
PORTLAND OR 97205RATES & REGULATORY AFFAIRS - OPUC FILINGS --
CONFIDENTIAL
PORTLAND GENERAL ELECTRIC
121 SW SALMON ST 1WTC-0702
PORTLAND OR 97204KIP PHEIL -- CONFIDENTIAL
*OREGON DEPARTMENT OF ENERGY
625 MARION ST NE - STE 1
SALEM OR 97301-3737JANET L PREWITT -- CONFIDENTIAL
*DEPARTMENT OF JUSTICE
NATURAL RESOURCES SECTION
1162 COURT ST NE
SALEM OR 97301-4096

Summary Report

UE 197 PORTLAND GENERAL ELECTRIC

VIJAY A SATYAL
*OREGON DEPARTMENT OF ENERGY
625 MARION ST NE
SALEM OR 97301

DOUGLAS C TINGEY -- CONFIDENTIAL
PORTLAND GENERAL ELECTRIC
121 SW SALMON 1WTC13
PORTLAND OR 97204

S BRADLEY VAN CLEVE -- CONFIDENTIAL
DAVISON VAN CLEVE PC
333 SW TAYLOR - STE 400
PORTLAND OR 97204

MICHAEL T WEIRICH -- CONFIDENTIAL
DEPARTMENT OF JUSTICE
REGULATED UTILITY & BUSINESS SECTION
1162 COURT ST NE
SALEM OR 97301-4096

SCOTT WINKELS -- CONFIDENTIAL
LEAGUE OF OREGON CITIES
PO BOX 928
SALEM OR 97308