

**BEFORE THE PUBLIC UTILITY COMMISSION
OF OREGON**

UE 197

In the Matter of)	
)	
PORTLAND GENERAL ELECTRIC)	ERRATA ORDER
COMPANY,)	
)	
Request for a general rate revision.)	

DISPOSITION: ORDER NO. 08-585 CORRECTED

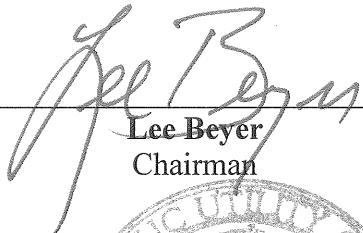
In Order No. 08-585, issued December 15, 2008, the Public Utility Commission of Oregon (Commission) adopted a stipulation addressing the overall rate design and marginal cost study (Rate Design Stipulation) to be used for this general rate filing made by Portland General Electric Company (PGE). The Rate Design Stipulation, filed on October 8, 2008, was supported by PGE; the Industrial Customers of Northwest Utilities; the Citizens' Utility Board; and the Fred Meyers Stores and Quality Food Centers, Divisions of Kroger Co.

The Commission intended to attach a copy of the Rate Design Stipulation as Appendix A to the order. A different stipulation, dated October 8, 2008, was attached in error.

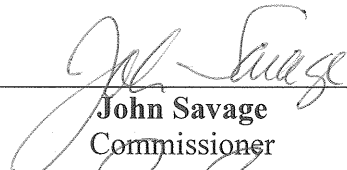
Accordingly, Order No. 08-585 is corrected. Appendix A, attached to Order No. 08-585, is replaced with the Rate Design Stipulation, attached as Appendix A to this order. The remainder of Order No. 08-585 is unchanged.

IT IS SO ORDERED.

Made, entered, and effective JAN 12 2009



Lee Beyer
 Chairman



John Savage
 Commissioner



Ray Baum
 Commissioner



A party may request rehearing or reconsideration of this order pursuant to ORS 756.561. A request for rehearing or reconsideration must be filed with the Commission within 60 days of the date of service of this order. The request must comply with the requirements in OAR 860-014-0095. A copy of any such request must also be served on each party to the proceeding as provided by OAR 860-013-0070(2). A party may appeal this order by filing a petition for review with the Court of Appeals in compliance with ORS 183.480-183.484.

BEFORE THE PUBLIC UTILITY COMMISSION
OF THE STATE OF OREGON

UE 197

In the Matter of)	
)	
PORTLAND GENERAL ELECTRIC)	STIPULATION REGARDING
COMPANY)	RATE SPREAD AND RATE
)	DESIGN ISSUES
Request for a general rate revision)	
)	

This Stipulation (“Stipulation”) is among Portland General Electric Company (“PGE”), the Citizens’ Utility Board of Oregon (“CUB”), the Industrial Customers of Northwest Utilities (“ICNU”), and Fred Meyers Stores and Quality Food Centers, Divisions of Kroger Co. (“Kroger”) (collectively, the “Stipulating Parties”).

I. INTRODUCTION

On February 27, 2008, PGE filed this general rate case. Five rounds of testimony have been filed. A Stipulation resolving certain revenue requirement issues, along with supporting testimony, was filed in this docket on August 5, 2008. An additional stipulation regarding certain revenue requirement and rate design issues is also expected to be filed. This Stipulation between PGE, CUB, ICNU, and Kroger addresses issues regarding PGE’s overall rate design and marginal cost study.

The Stipulating Parties submit this Stipulation to the Commission and request that the Commission adopt orders in this Docket implementing the following.

II. TERMS OF STIPULATION

1. This Stipulation is entered to settle only the issues described below.
2. Issues have been raised by some parties in this proceeding regarding PGE’s

marginal cost study and rate design. These issues are complex and can have significant impacts on individual customers. In the view of the Stipulating Parties, there has not been sufficient opportunity to thoroughly vet all issues and their implications. Since the marginal cost study and rate design principles contained in PGE's filing are similar to those adopted by the Commission in UE 115 and UE 180, the Stipulating Parties propose to maintain the status quo until these issues can be further studied. Therefore, the Stipulating Parties agree that for this case, with the exception in the following paragraph, it is appropriate to use the marginal cost study and rate design principles contained in PGE's filing in this docket, and request that the Commission do so.

3. The difference between the Schedule 83-P and 83-S facilities charge will be set at 50 cents/kW before blocking the Schedule 83-S facilities charges.

4. The Stipulating Parties further agree that additional inquiry into marginal cost and rate design issues would be beneficial for future rate proceedings. Accordingly, the Stipulating Parties request that the Commission open a new docket to address cost allocation and rate design issues for PGE early in calendar year 2009. The purpose of the new docket would be to establish the methodology for cost allocation and rate design to be used in PGE's subsequent general rate case. The Stipulating Parties agree to cooperate to propose a schedule in the new docket that will allow the results of the new docket to be implemented in PGE's subsequent general rate case.

5. The Stipulating Parties agree that this Stipulation is in the public interest and will result in rates that are fair, just and reasonable.

6. The Stipulating Parties agree that this Stipulation represents a compromise in the positions of the parties. As such, conduct, statements, and documents disclosed in the negotiation of this Stipulation shall not be admissible as evidence in this or any other proceeding.

7. If this Stipulation is challenged by any other party to this proceeding, or any other party seeks a revenue requirement for PGE that is inconsistent with the terms of this Stipulation, the Stipulating Parties reserve the right to cross-examine witnesses and put in such evidence as they deem appropriate to respond fully to the issues presented, including the right to raise issues that are incorporated in the settlements embodied in this Stipulation. Notwithstanding this reservation of rights, the Stipulating Parties agree that they will continue to support the Commission's adoption of the terms of this Stipulation.

8. If the Commission rejects all or any material part of this Stipulation, or adds any material condition to any final order which is not contemplated by this Stipulation, each Party reserves the right to withdraw from this Stipulation upon written notice to the Commission and the other Parties within five (5) business days of service of the final order that rejects this Stipulation or adds such material condition. Nothing in this paragraph provides any Stipulating Party the right to withdraw from this Stipulation as a result of the Commission's resolution of issues that this Stipulation does not resolve.

9. This Stipulation will be offered into the record in this proceeding as evidence pursuant to OAR § 860-14-0085. The Stipulating Parties agree to support this Stipulation throughout this proceeding and in any appeal, provide witnesses to sponsor this Stipulation at the hearing (if necessary), and recommend that the Commission issue an order adopting the settlements contained herein. The Stipulating Parties also agree to cooperate in drafting and submitting the explanatory brief or written testimony required by OAR § 860-14-0085(4).

10. By entering into this Stipulation, no Party shall be deemed to have approved, admitted or consented to the facts, principles, methods or theories employed by any other Party in arriving at the terms of this Stipulation. Except as provided in this Stipulation, no Party shall

be deemed to have agreed that any provision of this Stipulation is appropriate for resolving issues in any other proceeding.

11. This Stipulation may be signed in any number of counterparts, each of which will be an original for all purposes, but all of which taken together will constitute one and the same agreement.

DATED this day of October, 2008.

/s/: Douglas C. Tingey
PORTLAND GENERAL ELECTRIC
COMPANY

/s/: Robert S. Jenks
CITIZENS' UTILITY BOARD
OF OREGON


/s/: S. Bradley Van Cleve
INDUSTRIAL CUSTOMERS OF
NORTHWEST UTILITIES

/s/: Kurt Boehm
FRED MEYERS STORES AND
QUALITY FOOD CENTERS,
DIVISIONS OF KROGER CO.

be deemed to have agreed that any provision of this Stipulation is appropriate for resolving issues in any other proceeding.

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DATED this ^{7th} day of October, 2008.



PORTLAND GENERAL ELECTRIC
COMPANY

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OF OREGON

INDUSTRIAL CUSTOMERS OF
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DATED this 6th day of October, 2008.

PORTLAND GENERAL ELECTRIC
COMPANY

ATS [Signature]
CITIZENS' UTILITY BOARD
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NORTHWEST UTILITIES

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DIVISIONS OF KROGER CO.

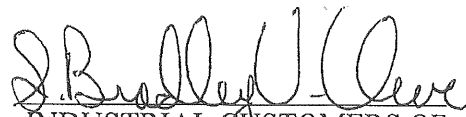
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DATED this 6th day of October, 2008.

PORTLAND GENERAL ELECTRIC
COMPANY

CITIZENS' UTILITY BOARD
OF OREGON



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NORTHWEST UTILITIES

FRED MEYERS STORES AND
QUALITY FOOD CENTERS,
DIVISIONS OF KROGER CO.

be deemed to have agreed that any provision of this Stipulation is appropriate for resolving issues in any other proceeding.

11. This Stipulation may be signed in any number of counterparts, each of which will be an original for all purposes, but all of which taken together will constitute one and the same agreement.

DATED this 8th day of October, 2008.

PORTLAND GENERAL ELECTRIC
COMPANY

CITIZENS' UTILITY BOARD
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