

**BEFORE THE PUBLIC UTILITY COMMISSION
OF OREGON**

UF 4216(1)

In the Matter of

PORTLAND GENERAL ELECTRIC
COMPANY

Supplemental Finance Application.

ORDER

**DISPOSITION: APPLICATION APPROVED WITH CONDITIONS
AND REPORTING REQUIREMENTS**

On April 21, 2005, Portland General Electric Company (PGE) filed with the Public Utility Commission of Oregon (Commission) an application requesting authority to enter into a revolving credit agreement in a total amount of up to and not exceeding \$400 million for a term of no more than five years. The Commission approved PGE's request in Order No. 05-710.

On January 14, 2010, PGE filed a supplemental finance application which seeks to extend the final maturity date to a day not later than July 12, 2013. The basis for the request is detailed in Staff's Report, attached as Appendix A, and incorporated by reference.

Based on a review of the application and the Commission's records, the Commission finds that this application satisfies applicable statutes and administrative rules. At its public meeting on February 23, 2010, the Commission adopted Staff's recommendation and approved PGE's current request, with the conditions and reporting requirements incorporated as Appendix A.

ORDER

IT IS ORDERED that:

1. Portland General Electric Company's application for authority to extend the final maturity date of the currently existing credit agreement to a day not later than July 12, 2013, is approved.
2. Commission Order No. 05-710 is amended by inclusion of the conditions and reporting requirements specified in the Staff Report, Appendix A.

Made, entered, and effective FEB 25 2010.

BY THE COMMISSION:



Becky L. Beier

Becky L. Beier
Commission Secretary

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.

PUBLIC UTILITY COMMISSION OF OREGON
STAFF REPORT
PUBLIC MEETING DATE: February 23, 2010

REGULAR _____ CONSENT X EFFECTIVE DATE _____ N/A _____

DATE: February 16, 2010

TO: Public Utility Commission

FROM: Jorge Ordonez JDO

THROUGH: ^{LS} Lee Sparling, ^W Marc Hellman, and ^{SS} Steve Storm

SUBJECT: PORTLAND GENERAL ELECTRIC: (Docket No. UF 4216(1)) Requests amendment to Order No. 05-710 in Docket No. UF 4216.

STAFF RECOMMENDATION:

The Commission should approve Portland General Electric's (PGE or Company) request for an amendment to Order No. 05-710 in Docket No. UF 4216 subject to the following conditions and reporting requirements:

- 1) The Company shall file a report not later than 30 days after Commission consideration of the current application. Such report shall demonstrate that any fees, interest rates, and expenses in effect as of each extension of the Credit Facility approved in Order No. 05-710 of Docket No. UF 4216 have been consistent with competitive market prices for such agreements at the time of extension.
- 2) The Company shall file evidence not later than 30 days after Commission consideration of the current application that it has complied with the conditions and reporting requirements pursuant to Order No. 05-710.
- 3) The Company shall file reports with the Commission no less frequently than quarterly, with each report including the outstanding balances of revolving credit under the credit facility, the outstanding letters of credit issued under the credit facility, and total amount of interest accrued and fees paid in the reporting period under the facility. Filing of such reports shall continue as long as this credit facility remains in effect.

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- 4) All conditions and reporting requirements associated with Order No. 05-710 continue to apply, except where expressly modified within an amended order issued pursuant to this filing request.

DISCUSSION:

In the May 20, 2005, the Commission approved PGE's application for authority to enter into a revolving credit agreement in a total amount of up to and not exceeding \$400 million for a term of no more than five years.

On January 14, 2010, PGE filed a Supplemental Finance Application (Supplemental Application) which seeks to extend the final maturity date to a day not later than July 12, 2013. PGE represents in the application that the Company entered into a five-year credit agreement on May 27, 2005, with a group of banks, with the agreement having an initial termination date of May 27, 2010.

In PGE's Supplemental Application, the Company further represents that PGE and the participating banks, during the period subsequent to May 27, 2005, have agreed to extend the termination date to July 12, 2013.

Fees and Expenses

The Company represents in the supplemental application that the pricing and costs for this facility are substantially below current market pricing for a similar facility and that all terms in the original agreement other than the termination date remain the same.¹

Staff has reviewed PGE's original and supplemental applications. The terms appear reasonable and the Company represents that PGE believes that both customers and PGE will benefit from an extension of the agreement.

PROPOSED COMMISSION MOTION:

PGE's application for authority to extend the final maturity date of the currently existing credit agreement to a day not later than July 12, 2013 be approved and that Commission Order No. 05-710 be amended by inclusion of conditions contained in Staff's Report dated February 16, 2010.

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¹ See PGE's Supplemental Application dated January 14, 2010.