BEFORE THE PUBLIC UTILITY COMMISSION

OF OREGON

UM 1462

In the Matter of

PORTLAND GENERAL ELECTRIC COMPANY

ORDER

Application for Deferred Accounting of 2010 Pension Expense.

DISPOSITION: ISSUE FUND GRANT REQUEST APPROVED

On January 14, 2011, the Industrial Customers of Northwest Utilities (ICNU) filed with the Public Utility Commission of Oregon (Commission) a Request for Payment of an Issue Fund Grant from Portland General Electric Company (PGE). Section 7.3 of the First Amended and Restated Intervenor Funding Agreement (Agreement), adopted by the Commission in Order No. 07-564, governs the procedures for payment of Issue Fund Grants. ICNU was precertified to receive Issue Fund Grants on August 21, 2003, in Order No. 03-502.

ICNU asks for a final payment of \$2,506.70 from the PGE Issue Fund and states that the remaining balance of \$640.23 may be released to the Issue Fund. Under the Agreement, the Request for Payment must:

- 1) Itemize the expenses, payees and hourly rates of amount to be reimbursed;
- 2) Demonstrate that the expenses are reasonable and are directly attributable to issues and positions pursued on behalf of a particular customer class and consistent with the intervenor's proposed budget;
- 3) Provide information sufficient to show that the intervenor has complied with any conditions imposed on the Issue Fund Grant; and
- 4) Specify whether the request for payment is for a progress payment or a final payment and indicate whether any approved budget amount may be released back to the applicable Issue Fund.

Further, under the terms of the Agreement, ICNU must establish that it has "used in-house resources or outside funding for at least 20 percent of the Eligible Expenses for an Eligible Proceeding." Agreement at 15. ICNU provided the required documentation in its request.

The Agreement provides that the Commission shall make a determination in each proceeding as to how the participating utilities are to recover the funding grants from the various customer classes. Pursuant to Section 7.7(b), Issue Fund Grants should be allocated so as to fairly align the costs of the advocacy with the intended potential beneficiaries of the advocacy. Agreement at 23. We have considered the intended beneficiaries, and find that the issue fund expenditures should be allocated to PGE's industrial customers.

We find that ICNU has met the requirements of the Agreement, and its request should be approved. Section 7.8 of the Agreement provides that the utility shall pay the Issue Fund Grant to the requesting intervenor within 30 days after receipt of Commission directive. The balance of the approved budget should be made available to the PGE Issue Fund provided no party request clarification or reconsideration of Order No. 10-313 within the appropriate timeframe.

ORDER

IT IS ORDERED that:

- 1. The Industrial Customers of Northwest Utilities has met the requirements of the First Amended and Restated Intervenor Funding Agreement, and its request is approved.
- 2. Portland General Electric Company shall pay \$2,506.70 from the PGE Issue Fund to the Industrial Customers of Northwest Utilities within 30 days after receipt of this Order, and the grant shall be assessed to PGE's industrial customers.

Made, entered, and effective JAN 2 6 2011

John Savage

Commissioner

Susan K. Ackerman

Commissioner