



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

October 1, 2007

Via Email/Messenger

Vikie Bailey-Goggins
Public Utility Commission of Oregon
550 Capitol Street N.E., Suite 215
Salem, Oregon 97301-2551

RE: UM 1277 Semi-Annual Conservation Rate Credit Report
pursuant to Order No. 06-584

Dear Ms. Vikie Bailey-Goggins:

PGE hereby submits its semi-annual report on the Bonneville Power Administration (BPA) Conservation Rate Credit (CRC) fund activity for the period between April 1, 2007 and September 27, 2007. OPUC Order No. 06-584 directed PGE to "provide detailed information regarding its investments associated with the CRC funds in a semi-annual report, detailing activities that have been funded through the CRCs in order to prevent the possibility of double-recovery in a future ratemaking proceeding and to demonstrate that these investments are not redundant to programs offered by the Energy Trust of Oregon."

Receipts related to CRC activity are recorded in a CRC Liability account (FERC 232). Year to date, PGE received \$1,227,522 for CRC activities from BPA. No additional CRC amounts have been received from BPA after March 31, 2007 due to suspension of the Regional Power Act benefits by BPA. From the CRC liability account, PGE forwarded \$550,000 to ETO as well as incurred \$57,022 in support of ETO's incremental energy efficiency efforts. As of September 27, 2007 the CRC liability account carries a balance of \$620,500. Attachment - A contains a description of PGE's incremental activity in support of ETO's energy efficiency programs. Attachment - B contains a summary of the transaction activities since inception.

This report is our second submittal and reflects limited activity as PGE implements CRC related efforts.

Please direct any questions regarding this filing to Doug Kuns at (503) 464-7891.

UM 1277 Semi-Annual Conservation Rate Credit Report
pursuant to Order No. 06-584
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Please direct all formal correspondence and requests to the following email address
pge.opuc.filings@pgn.com

Sincerely,

A handwritten signature in black ink, appearing to read "Doug Kuns", written in a cursive style.

Doug Kuns
Manager, Pricing & Tariffs

Enclosures

cc: UM 1277 Service List
Jim Cox

Attachment A

Customer Technical Services (CTS) CRC semi-annual report

The activities undertaken were incremental and not included in the costs in the test period filed in UE-180 rate case. The process of identifying and hiring incremental resources was not complete until December 1, 2006, at which time CTS began a concerted effort to provide enhanced support for ETO programs. The initial accounting of 181-N42526-XX-516-24476-CRCOP was changed to 181-J14824-XX-516-24476-CRCOP on March 21, 2007 to better differentiate it from other N42526 activities.

2006/2007 Fiscal Year Administrative Budget: \$150,000

Cumulative YTD Administrative Costs: \$57,022

As of May 31, 2007 CTS activities resulted in the submission of 15 projects to the ETO and the identification of 30 potential projects. The customer base ranged from small to large office and retail, including representation from both the private and government sectors. The potential projects varied in size and complexity, from small lighting and HVAC to chiller and central plant upgrades.

In addition to identifying capital projects eligible for ETO incentives, CTS was also able to identify "no cost" modifications that customers have implemented. These included improving lighting sweep set points, DDC control modifications and simple programmable thermostat adjustments to reduce energy consumption during non-business hours.

Attachment B
Transaction Summary
Acct J14824- BPA CRC Credit

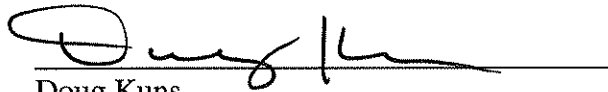
TRANSACTION SUMMARY

Total CRC money received	(1,227,522.00)	(\$204,587 per month X 6 months)
Total Disbursements	550,000.00	(Sent to ETO end of May 07)
Incremental labor cost in support of ETO's EE	<u>57,022.02</u>	(Salaries, benefits and taxes)
Ending Balance	<u>(620,499.98)</u>	as of September 27, 2007

CERTIFICATE OF SERVICE

I hereby certify that I have this day caused the following: **PORTLAND GENERAL ELECTRIC COMPANY'S UM 1277 SEMI-ANNUAL CONSERVATION RATE CREDIT REPORT** to be served to the following parties or attorneys listed on the attached service list by electronic mail and by First Class US Mail, postage prepaid and properly addressed, to those parties on the attached service list who have not waived paper service.

Dated this 1st day of October, 2007.

A handwritten signature in black ink, appearing to read "Doug Kuns", written over a horizontal line.

Doug Kuns

Manager, Pricing & Tariffs

On behalf of Portland General Electric Company

Summary Report

UM 1277 PORTLAND GENERAL ELECTRIC

Category: Miscellaneous

Filed By: PORTLAND GENERAL ELECTRIC

In the Matter of

PORTLAND GENERAL ELECTRIC COMPANY

Requests authorization to defer expenses associated with Bonneville Power Administration's conservation rate credit.

Filed by Patrick G. Hager.

Filing Date: 8/28/2006

Final Order: 06-584

Signed: 8/28/2006

SERVICE LIST:

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