

**OREGON PUBLIC UTILITY COMMISSION
INTEROFFICE CORRESPONDENCE**

DATE: December 19, 2025

TO: Scott Gibbens and Anna Kim

FROM: David Abraham

SUBJECT: Verification of Portland General Electric's (PGE) 2026 Annual Power Cost Update Tariff (AUT) following Order No. 25-439 in Docket UE 452; Rates Effective January 1, 2026. Compliance Filing Advice No. 25-38.

The Public Utility Commission of Oregon (Commission or OPUC) adopted a comprehensive stipulation in Order No. 25-439 on November 5, 2025, Docket No. UE 452, resolving all issues regarding PGE's 2026 Annual Power Cost Update. As a result of the stipulation and resulting Commission Order, PGE's initial net variable power cost (NVPC) forecast of \$50.6 million was reduced by approximately \$37.6 million. PGE also agreed to defer the residential rate increase until April 1, 2026, with all other customer classes experiencing a rate increase on January 1, 2026.

Under the stipulation, PGE will file revised residential rate schedules effective April 1, 2026, reflecting actual billing determinants for January and February 2026 and forecasted billing determinants for March 2026. PGE is required to revise the residential rate allocation of Schedule 125 to reflect actual billing determinants for March 2026 for rates effective beginning May 1, 2026. As a result, an exact residential rate impact cannot be calculated at this time. Schedule 7 Residential customers will see no bill change until April 1, 2026. In total, PGE forecasts a January 1, 2026, price change of approximately 1.2 percent for non-residential customers.

In response to the Order, PGE submitted its Compliance Filing Advice No. 25-38 on November 17, 2025, for rates effective, January 1, 2026.

PGE's Compliance Filing included the following:

- Replacement sheets for affected schedules.
- Summary of NPC updates from the November 5 Indicative Filing.
- Description of NPC updates.
- Final update to NPC allocation—showing Oregon NPC for 2026 to be approximately \$1,053 million.
- Excel work papers in electronic format regarding rate spread, rate calculation, estimated rate impact, and monthly billing comparisons.

Staff identified an error in the tariff sheets and PGE filed an Errata of Advice No. 25-38 on December 15, 2025. The updated filing corrected the pricing of the new Flood LED

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luminaire options. Subsequent to the correction, Staff found no additional clerical errors and no substantive errors in the updated tariff pages and finds them to be in compliance with Commission Order No. 25-439. Based upon analyses performed by Staff, I can affirm the accuracy of the Company's filed tariff rates, effective January 1, 2026.

I have reviewed this filing and recommend that an acknowledgement letter be sent.

Tariff Compliance. PGE UE 452 12.22.2023 25-38.