

**BEFORE THE PUBLIC UTILITY COMMISSION  
OF OREGON**

UM 1158(4)

In the Matter of	)	
	)	
ENERGY TRUST OF OREGON	)	ORDER
	)	
Recommendation for Updated 2007 Gas	)	
Performance Measures.	)	

**DISPOSITION: UPDATED PERFORMANCE MEASURE ADOPTED**

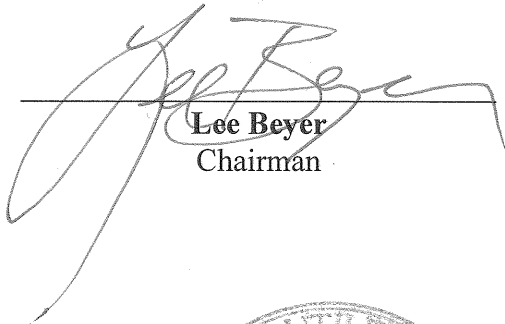
The Public Utility Commission of Oregon (Commission) adopted 2007 performance measures for the Energy Trust of Oregon (ETO) in Order No. 06-679. The approved measures included an option to update the gas performance measure following additional analysis by the ETO. Following its analysis, the ETO submitted an updated gas levelized cost threshold, which clearly defines the Commission's minimum expectations of the ETO's performance. A description of the updated 2007 Gas Performance Measure and discussion of the procedural history is contained in the Staff Report, attached as Appendix A and incorporated by reference.

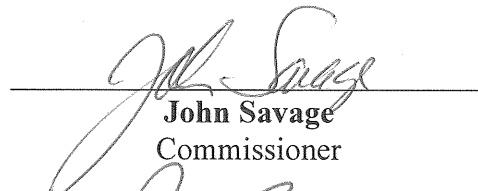
At the March 27, 2007, Public Meeting, the Commission adopted Staff's Recommendation, and approved the Updated 2007 Gas Performance Measure to assess the performance of the Energy Trust of Oregon.

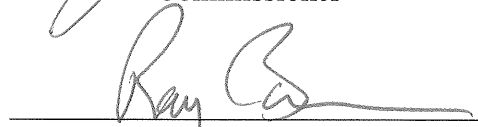
**ORDER**

IT IS ORDERED that the Proposed Updated 2007 Gas Performance Measure for the Energy Trust of Oregon is adopted.

Made, entered and effective APR 02 2007.

  
\_\_\_\_\_  
**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.

PUBLIC UTILITY COMMISSION OF OREGON  
STAFF REPORT  
PUBLIC MEETING DATE: March 27, 2007

REGULAR  X  CONSENT \_\_\_\_\_ EFFECTIVE DATE \_\_\_\_\_ N/A \_\_\_\_\_

DATE: March 12, 2007

TO: Public Utility Commission

FROM: Lori Koho *LK*

THROUGH: *in* Lee Sparling, *EB* Ed Busch and *BAT* Bonnie Tatom

SUBJECT: OREGON PUBLIC UTILITY COMMISSION STAFF: (Docket No. UM 1158) Recommendation for updated 2007 Gas Performance Measures for the Energy Trust of Oregon.

**STAFF RECOMMENDATION:**

Staff recommends that the Commission adopt the proposed updated gas levelized cost threshold as a performance measure for the Energy Trust of Oregon during calendar year 2007.

**DISCUSSION:**

The Commission adopted 2007 performance measures for the Energy Trust in Order No. 06-679. Those measures included an option to update the performance measure for gas levelized costs once the Energy Trust was able to complete additional analysis.

The Energy Trust has completed a preliminary analysis, and results indicate increasing the performance measure from \$0.30 to \$0.40/therm will put them back on track to achieve the goal set in 2003 of saving 19 million therms by 2012. It must be noted that this is still a conservative performance measure that allows the Energy Trust to pursue additional programs during 2007. Staff believes the target could be as high as \$0.70 - \$1.00/therm and still be cost-effective.

There will be further scrutiny of this performance measure later this year when the PUC, the Energy Trust and the utilities complete an updated analysis of appropriate performance measures to be implemented in 2008.

Energy Trust 2007 Gas Performance Measure Update  
March 12, 2007  
Page 2

Based on the analysis and upcoming plans for additional review, staff recommends the gas performance measure be changed from a levelized cost of \$0.30/therm to \$0.40/therm for 2007.

**PROPOSED COMMISSION MOTION:**

The levelized cost gas performance measure increase from \$0.30 to 0.40/therm for 2007 be approved.

ETO 2007 GasPerfMeasures PMMemo.doc