



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

May 12, 2017
Carty Generating Station

Mr. Doug Welch
Oregon Department of Environmental Quality
Eastern Region
800 SE Emigrant, #330
Pendleton, OR 97801

Re: Carty Generating Station
Suspension of Carty Expansion Project New Source Review Application

Dear Mr. Welch:

PGE requests that the Department suspend our New Source Review Application for the Carty Expansion Project.

In November 2016, PGE submitted its 2016 Integrated Resource Plan (IRP) to the Oregon Public Utility Commission. During this IRP process the Commissioners, Staff and other stakeholders have encouraged PGE to explore any opportunities that may be available to acquire capacity from existing dispatchable generation resources.

PGE is pursuing this option. We are currently in bilateral discussions with owners of existing resources in the region to negotiate potential executable contracts prior to any request for proposal process as encouraged by many of our stakeholders. If successful, subject to obtaining necessary approvals from the OPUC, this effort will put us on a path to fulfill some or all of the capacity needs identified in the IRP, which may negate the need for a future request for proposals for dispatchable capacity resources.

To allow time for these bilateral discussions, and to use our and ODEQ resources efficiently, PGE is requesting a suspension of activity on our permit application.

Should you have any questions regarding this request, please contact me at 503-464-2437.

Respectfully,

A handwritten signature in blue ink, appearing to read "D Monro", is written over a light blue horizontal line.

David Monro
Portland General Electric Company

cc: Mark Bailey, DEQ
Rick Tetzloff, PGE