

CITY OF LAKE OSWEGO

July 31, 2007

380 A Avenue P.O. Box 369 Lake Oswego Oregon 97034

Steven J. Wright BPA Administrator and Chief Executive Officer Bonneville Power Administration P.O. Box 3621 Portland, OR 97208-3621

503-635-0213 Fax 503-697-6594 mayor@ci.oswego.or.us

Dear Mr. Wright:

JUDIE HAMMERSTAD,

MAYOR

I am the mayor of a city with more than 36,000 residents, all of which are served by Portland General Electric. As a result of the 9th Circuit Court decision in May, all of these residents have experienced a substantial increase in their electric costs. Since 75% of the people of Oregon are served by a private utility, it concerns me that most of the households of our state are suffering from the loss of this credit.

KRISTIN JOHNSON,

ROGER HENNAGIN.

COUNCILOR

COUNCILOR

ELLIE MCPEAK, COUNCILOR

FRANK GROZNIK, COUNCILOR

DONNA JORDAN, COUNCILOR

> JOHN TURCHI, COUNCILOR

The NW Regional Power Act is still in place and was intended to assure that all NW residents share in the benefits of the federal Columbia River power system. We expect this principle to be upheld and that the residents of Lake Oswego, as citizens of the northwest and utility customers, will continue to receive the benefits they are entitled to under the Act.

I urge you to find a way to restore this credit as soon as possible. It is in the best interest of the region for all parties to come to a solution in the northwest that is fair, that restores the full benefit, and that is settled sooner rather than later.

Respectfully,

Judie Hammerstad

The Honorable Judie Hammerstad Mayor, City of Lake Oswego