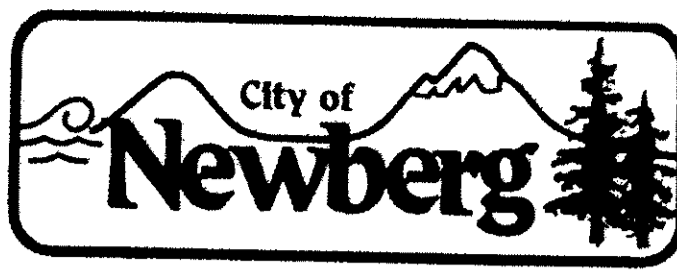


City Mayor  
(503) 538-9421

City Manager  
(503) 538-9421



414 East First St.  
PO Box 970  
Newberg, OR 97132

July 30, 2007

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

Dear Mr. Wright:

The City of Newberg has been monitoring the Residential Exchange benefit issue since PGE informed us in June that our residents would see an immediate 13% rate increase, in the hope that BPA would broker a fair restoration of the Benefit. It's time to do that. Newberg has 20,570 residents, all served by Portland General Electric, and not all of them able to easily absorb another blow to their household budgets.

I am well aware that a majority of the people of Oregon — some 75% — are served by Portland General Electric or Pacific Power. The current loss of benefits - and the level of those benefits when they eventually resume - is a matter of real significance to the citizens of Newberg and thousands of other Oregon families.

The Northwest Regional Power Act is intended to assure that all northwest residents share in the benefits of the federal Columbia River power system. Whether they are served by an investor-owned or a public utility, they should all have an equitable share of the \$2 billion in annual BPA benefits. Before the suspension, Residential Exchange benefits were already at a modest level, relative to the tremendous value BPA provides to its preference customers. I hope that we will not see those benefits eroded further.

I urge you to restore this credit before we begin to turn on our furnaces for the fall and winter that is soon to come. All of the citizens of my city, and all of the other citizens of Oregon who are served by private utilities, are entitled to a fair resolution that ensures benefits from the regional system are as equitable as possible.

Respectfully,

A handwritten signature in cursive script, appearing to read "Bob Andrews".

Bob Andrews  
Mayor, City of Newberg  
P.O. Box 970  
Newberg, OR 97132

● City Mayor's Office: e-mail: [bob.andrews@ci.newberg.or.us](mailto:bob.andrews@ci.newberg.or.us) Fax: 537-5013 ●  
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Library: 538-7323 ● Municipal Court: 537-1203 ● Police: 538-8321 ● Maintenance: 537-1234 ● Utilities: 537-1205  
Municipal Court Fax: 538-5393 ● Public Works Fax: 537-1277 ● Library Fax: 538-9720

"Working Together For A Better Community-Serious About Service"