

WAHKIAKUM PUD

JUL 30 2006

Commissioners
Larry L. Reese
Esther T. Gregg
Robert L. Jungers

David R. Trambly, Manager
Erin M. Wilson, Auditor

October 26, 2006

Charles Foreman
Routing PSW-6
Bonneville Power Administration
PO Box 3621
Portland, OR 97293-3621

REG-088
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Dear Charles,

The commissioners and staff at Wahkiakum PUD would like to offer the following comments on BPA's proposed Regional Dialog.

We believe that the current proposal puts small growing utilities at a disadvantage in our ability to maintain stable rates. Our small customer base prohibits us from speculating on new resources. The risk to return ratio is just too great.

We understand that BPA is considering augmenting your Tier 1 allocation with an additional 300 aMW. It seems reasonable that for utilities our size that BPA could provide additional allocation to our high water mark for some period of time.

The fact that we have been loyal full-service customers of BPA since inception, while others have come and gone depending on market conditions, implies that the administrative expense of managing our account must be minimal, thus possibly warranting this consideration.

Respectfully,



David R. Trambly
General Manager