



Department of Energy

Bonneville Power Administration
P.O. Box 3621
Portland, Oregon 97208-3621

POWER BUSINESS LINE

November 30, 2005

In reply refer to: PFR

Dear Customers, Constituents, Tribes, and Other Regional Stakeholders:

I would like to invite you to a workshop on December 14, 2005, to discuss three power rate adjustments for the remainder of FY 2006.

Load-Based Cost Recovery Adjustment Clause and True-up

We will present the calculations for the next Load-Based Cost Recovery Adjustment Clause (Load-Based CRAC10), which covers April 1, 2006, through September 30, 2006, and the true-up for the Load-Based CRAC8. If necessary, we will hold a follow-up workshop on December 23, 2005, in the event that substantive issues are raised about the results presented on December 14. The need for this second workshop will be determined at the close of the December 14 workshop.

Financial-Based Cost Recovery Adjustment Clause True-up

Based on Audited Actual Modified Net Revenues (AAMNR) for FY 2005, BPA will adjust the Financial-Based CRAC downward to account for an increase in FY 2005 MNR of approximately \$24 million relative to the Forecast amount used when the Financial-Based CRAC was originally set. The Financial-Based CRAC true-up will affect power rates for April 1, 2006, through September 30, 2006.

The combined workshop will begin at 9:00 a.m. in the Rates Hearing Room (room 223) of the 911 Building, which is located at 911 NE 11th Avenue, Portland, OR. If you would like to participate by telephone, please call Cynthia Jones at (503) 230-5459 to be connected to the bridge.

Materials will be posted the morning of the workshop on the PBL Web site at www.bpa.gov/power/rates.

Sincerely,

/s/

Elizabeth Evans
Acting Manager for Power Rates