

Department of Energy

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

FINANCE

June 18, 2008

In reply refer to: FE-2

To Parties Interested in the NLSL Adjustments to the FY 2002-2008 ASC Estimates:

The Bonneville Power Administration (BPA) is opening a 2-week comment period to receive feedback on New Large Single Load (NLSL) determinations and adjustments to its FY 2002-2008 Average System Cost (ASC) estimates to be used in BPA's WP-07 Supplemental Proceeding.

In accordance with section 5(c)(7)(A) of the Northwest Power Act, BPA must exclude from ASCs the cost of additional resources in an amount sufficient to serve any new large single load of the utility. As part of the ASC Methodology Expedited Process, utilities were required to provide BPA load data from 1993-2007 for the purpose of identifying NLSLs. Because BPA and exchanging utilities have implemented Residential Exchange Program (REP) settlements since 1996, utilities did not file NLSL information with BPA during that period. BPA has analyzed the data provided by utilities intending to participate in the REP beginning October 1, 2008, and has made NLSL estimates used in calculating the utilities' respective FY 2002-2008 ASCs. Enclosed is the analysis which shows the identified NLSLs, the resource costs associated with serving such loads, and the resulting ASC adjustments, if any.

Due to the confidential nature of the NLSL load data, BPA has only provided annual loads. If any party wishes to come to BPA to review the data in greater detail, subject to confidentiality requirements, please contact me at 503-230-5858 or mlmanary@bpa.gov.

How to Comment

BPA is requesting your comments on the NLSL estimates and ASC adjustments described in this letter and the enclosure. These estimates can also be found at BPA's website at http://www.bpa.gov/corporate/finance/ascm/letters.cfm.

Comments on these estimates must be received by 5:00 p.m., Pacific Standard Time, on July 2, 2008. Comments can be submitted on-line at: <u>www.bpa.gov/comments</u>; via e-mail to <u>comment@bpa.gov</u>; via mail to: Bonneville Power Administration, Public Affairs Office-DKC-7, P.O. Box 14428, Portland, OR 97293-4428; or faxed to 503-230-3285. You can also call us with your comments, toll free at 1-800-622-4519. Please reference "ASC NLSL Estimates" with your comments.

Sincerely,

/s/ Michelle Manary

Residential Exchange Program Manager

Enclosure: New Large Single Load 2002-2008 Adjustments to ASC