



Department of Energy

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

FINANCE

August 4, 2008

In reply refer to: FE-2

To Parties Interested in the FY 2009 Expedited Process ASC Reports:

The Bonneville Power Administration (BPA) is sending out the draft FY 2009 Expedited Process Average System Cost (ASC) Reports for an additional 1 week comment period. BPA believes it is appropriate to seek comment on the revised reports due to some significant revisions that BPA has made to the forecast ASCs.

First, BPA updated its forecast of market prices and gas prices. Second, in response to customer comments, BPA revised the New Large Single Load (NLSL) adjustment to include transmission losses. Third, BPA discovered that its forecast for three utilities' purchase power expense and sales for resale revenue needed to be revised to better reflect the utilities' actual purchased power expense in their base ASC filings and related forecasts (this is referred to as the "REP credit"). Fourth, BPA found a couple of errors and omissions in the way it forecast to meet public utility load growth. Finally, additional changes were made in response to the initial comments that are utility specific and are described in the individual Utility ASC Reports.

How to Comment

BPA is requesting your comments on the Revised Draft FY 2009 Expedited Process ASC Reports described in this letter. The reports and supporting documentation can be found 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 August 11, 2008. Comments can be submitted on-line at: www.bpa.gov/comments; via e-mail to comment@bpa.gov; 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 "Revised FY09 ASC Reports" with your comments.

Sincerely,

/s/ Michelle Manary

Residential Exchange Program Manager