

**UNITED STATES OF AMERICA
BEFORE THE
FEDERAL ENERGY REGULATORY COMMISSION**

United States Department of Energy)
Bonneville Power Administration) Docket No. EF00-2012-001
Proposed 2002 Wholesale Power Rates)

**BONNEVILLE POWER ADMINISTRATION’S SECOND ERRATUM CORRECTION
TO THE SUPPLEMENTAL WHOLESALE POWER RATE PROPOSAL
GENERAL RATE SCHEDULE PROVISIONS**

Pursuant to the Commission's Regulations for Federal Power Marketing Administrations, 18 C.F.R. § 300.10(h), Bonneville Power Administration (BPA) hereby respectfully files an erratum correction to an introductory paragraph of the General Rate Schedule Provisions (GRSPs) included in BPA’s 2002 Final Supplemental Wholesale Power Rate Proposal (Supplemental Proposal). The erratum correction is as follows: In BPA’s GRSPs, *2002 Supplemental Power Rate Proposal, Administrator’s Record of Decision*, WP-02-A-09, Appendix, Page 1, Section A, ¶ 3, delete the words “except for the FPS-96 rate schedule” in the first sentence. This correction is necessary in order to rectify an inadvertent error that occurred during the final drafting and printing of BPA’s Supplemental Proposal GRSPs.

BPA’s Firm Power Products and Services (FPS-96) rate schedule is available for sales of surplus firm power. The Commission approved the FPS-96 rate schedule on a final basis for a 10-year period commencing October 1, 1996, and expiring September 30, 2006. *United States Department of Energy - Bonneville Power Admin.*, 80 FERC ¶ 61, 118 (1997). The FPS-96 rate schedule contains the following sentence: “Sales under the FPS-96 rate schedule are subject to BPA’s GRSPs.” *See 1996 Final Power Rate Proposal, Administrator’s Record of Decision*,

WP-96-A-02, Appendix 1, at 63, Section I. While the FPS-96 rate schedule was approved for a 10-year term, the 1996 GRSPs were approved for a five-year term from October 1, 1996, through September 30, 2001. *United States Department of Energy - Bonneville Power Admin.*, 80 FERC ¶ 61, 118 (1997). BPA's 1996 GRSPs expired on September 30, 2001. *Id.* BPA's proposed 2002 power rate adjustment currently pending before the Commission does not change the FPS-96 rate schedule, but does change the GRSPs. On September 28, 2001, the Commission granted interim approval of BPA's 2002 wholesale power rates, including the successor 2002 GRSPs, effective from October 1, 2001, through September 30, 2006. *United States Department of Energy - Bonneville Power Admin.*, 96 FERC ¶ 61,360 (2001). The successor 2002 GRSPs apply to the remaining five years of the FPS-96 rate schedule. *See 2002 Final Power Rate Proposal, Administrator's Record of Decision*, WP-02-A-02, Appendix 1, at 75, Section I.B.

When BPA commenced its 2002 wholesale power rate adjustment proceeding in 1999, BPA's Federal Register Notice stated that BPA's successor 2002 GRSPs superseded BPA's 1996 GRSPs to the extent stated in the Availability section of each rate schedule. *See Bonneville Power Administration's 2002 Proposed Wholesale Power Rate Adjustment, Public Hearing, and Opportunities for Public Review and Comment*, 64 Fed. Reg. 44318 (1999). The Availability section of each rate schedule governs the application of the GRSPs to that rate schedule. The Availability section of the FPS-96 rate schedule still contains the above-quoted sentence requiring application of BPA's GRSPs, now the successor 2002 GRSPs, to sales under the FPS-96 rate schedule.¹

¹ BPA recently modified the FPS-96 rate schedule. That modification was approved by the Commission on a final basis and did not involve a change in the application of the GRSPs to the FPS-96 rate schedule. *See U.S. Department of Energy - Bonneville Power Administration*, 95 FERC ¶ 61,082 (2001).

In addition, when BPA printed its proposed 2002 GRSPs at the conclusion of BPA's initial phase of its 2002 wholesale power rate adjustment proceeding (the May Proposal), the introductory paragraphs to the GRSPs reiterated that BPA's successor 2002 GRSPs superseded BPA's 1996 GRSPs to the extent stated in the Availability section of each rate schedule. *See 2002 Final Power Rate Proposal, Administrator's Record of Decision, WP-96-A-02, Appendix 1, at 75, Section I.B.* BPA's May Proposal GRSPs did not include any statement exempting the FPS-96 rate schedule from the application of the GRSPs. *Id.* Furthermore, in BPA's supplemental rate proceeding, BPA and the parties did not address any changes to the GRSPs, except for changes related to the Cost Recovery Adjustment Clauses. BPA has therefore consistently demonstrated its intent to apply the GRSPs to all rate schedules, except for the inadvertent statement noted previously. There was, however, no basis in the record on which BPA could have exempted the FPS-96 rate from the GRSPs in BPA's Supplemental Proposal.

In summary, when preparing BPA's 2002 Supplemental Proposal GRSPs, BPA inadvertently and incorrectly included a phrase that exempted the FPS-96 rate schedule from the GRSPs. This phrase does not comport with the Availability section of the FPS-96 rate schedule as approved by the Commission, does not comport with the Commission's orders limiting BPA's GRSPs to five-year terms, is inconsistent with BPA's intent, and lacks support in the administrative record.

Wherefore, BPA respectfully files the above-noted erratum correction to BPA's Final Supplemental Wholesale Power Rate Proposal GRSPs in *U.S. Department of Energy, Bonneville Power Administration*, Docket No. EF00-2012-001.

DATED this 1st day of November 2001.

RESPECTFULLY SUBMITTED,

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