Department of Energy



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

POWER BUSINESS LINE

June 21, 2005

In reply refer to: PFR-6

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

The 2007 Wholesale Power Rate Case is now underway. This rate case will establish the power rates that the Bonneville Power Administration (BPA) will charge its wholesale power customers for FY 2007-2009. With the conclusion of the Power Function Review, we are now ready to move forward with informal workshops on rate case assumptions and issues prior to the publication of BPA's Initial Proposal this fall. We have scheduled informal workshops on the following subjects for Wednesday, June 29 and Thursday, June 30, 2005.

Wednesday, June 29

- Loads and Resources
- Low Density Discount
- Secondary Revenue Forecast Methodology
- Priority Firm Rate Design (Demand and Energy charges, etc.)
- Industrial Power Rate

Thursday, June 30

- Conservation and Renewables Rate Implementation
- Revenue Requirement and Repayment Study

We hope that two days will provide sufficient time to cover these topics. In addition, a workshop will be scheduled later this summer on the 7(b)(2) rate test study, as well as other subjects as needed. A final workshop will be scheduled shortly after Labor Day when we will share the results of the rate case studies that will be published later in the fall as BPA's Initial Proposal for the 2007 Power Rate Case.

Please join us beginning at 9 a.m. in the Rates Hearing Room, located at 911 NE 11th Ave, Portland, OR. Workshops should conclude no later than 5 p.m., and possibly earlier. The agendas for these two days of workshops, as well as other information related to BPA's power rates and the 2007 Power Rate Case will be posted to the power rates Web site at www.bpa.gov/power/rates. Please call Cynthia Jones at (503) 230-5459 if you would like to participate by phone.

Sincerely,

/s/

Elizabeth Evans Acting Power Rates Manager