

Department of Energy

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

POWER BUSINESS LINE

July 13, 2005

In reply refer to: PFR-6

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

Bonneville Power Administration (BPA) is continuing to hold informal workshops leading up to the initial proposal for the 2007 Wholesale Power Rate Case. This rate case will establish the power rates that BPA will charge its wholesale power customers for FY 2007-2009.

We will hold workshops on Tuesday, July 26, 2005, and the afternoon of Tuesday, August 9, 2005. The workshop on August 9, 2005, will take place after the morning workshop on the FY 2006 Financial-Based and Safety Net Cost Recovery Adjustment Clauses.

The following agenda items are still tentative, but the dates are firm.

Tuesday, July 26, 2005 (9 a.m. until concluded)

- Revenue Requirement and Repayment Study
- 7(b)(2) rate test
- Feedback from customers on rate design issues discussed on June 29

Tuesday, August 9, 2005 (1 p.m. until concluded)

- Risk mitigation alternatives
- Low Density Discount

BPA still intends to hold a workshop shortly after Labor Day to share the results of the rate case studies that will be published later this fall as BPA's initial proposal for the 2007 Wholesale Power Rate Case.

Please join us in the Rates Hearing Room, Room 223, located at 911 NE 11th Ave, Portland, OR. The agendas for these two 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 <u>www.bpa.gov/power/rates</u>. Please call Cynthia Jones at (503) 230-5459 if you would like to participate by phone.

Sincerely,

/s/

Elizabeth Evans Acting Power Rates Manager