Department of Energy

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

POWER BUSINESS LINE

September 24, 2002

In reply refer to: PSP

To Rate Case Parties and Customers:

Bonneville Power Administration (BPA) will conduct two informal workshops on October 8th and 15th to discuss the Safety Net Cost Recovery Adjustment Clause (SN CRAC) as outlined in the 2002 General Rate Schedule Provisions (GRSPs) for the 2003 fiscal year.

BPA has not yet determined if the SN CRAC will actually trigger. However, due to BPA's difficult financial situation over the remaining rate period, BPA needs to consider the prospect that the SN CRAC may trigger in fiscal year 2003. Therefore, in order to prepare for this possibility, BPA is hosting these workshops with parties and customers to discuss how an expedited 7(i) process could be accomplished in 40-days as described in the GRSPs.

The workshops will begin at 9:00 a.m. in the Rates Hearing Room, Room 223, located at 911 NE. 11th Avenue, Portland, Oregon. If you would like to participate in these meetings by telephone, please call Cain Bloomer at (503) 230-7443 or Cynthia Jones at (503) 230-5459 in advance to reserve a space on the conference bridge.

Sincerely,

/s/ Byron G. Keep

Byron G. Keep Manager for Power Products, Pricing and Rates