



Department of Energy

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

POWER SERVICES

June 17, 2008

In reply refer to: PS-6

To Parties Interested in Regional Dialogue Contracts:

BPA and parties in the region are making significant progress towards meeting the goal of signing new power sales contracts by December 2008. As we near the end of the collaborative contract template development process, I would like to take this opportunity to update you on what will happen next.

Draft contract templates were first made public in October 2007 and again in early April 2008 for review and comment. Since then, BPA and interested parties have engaged in ongoing discussions and BPA has made revisions based on the comments it has received. Updated versions of draft contract templates are available at <http://www.bpa.gov/power/pl/regionaldialogue/implementation/Documents/#Con>. To help understand the development of the draft templates BPA is also posting a Summary of Changes that highlights and summarizes the changes that have been made thus far to the draft templates. The summary reflects progress made to date through collaboration with interested parties and provides a foundation for remaining discussions between now and July 15, 2008. After this date BPA intends to finalize the templates and they will become standardized contracts made available to eligible utilities in early August. There will not be time for further contract development or negotiations after these final offers are made, so it is crucial that all concerns with the draft contract templates be raised and resolved by July 15, 2008.

The Long-Term Regional Dialogue Final Policy (July 2007 Policy) and accompanying Record of Decision set the parameters for most of what is embodied in the contract templates. Later this year BPA plans to issue a decision document explaining key policy changes that have occurred as a result of the extensive public discussions since the July 2007 Policy.

As we near the end of the public process on the development of the Regional Dialogue contracts, I would like to thank you for your efforts to put these important long-term business relationships in place. Between now and July 15, 2008, BPA remains open to meeting with individuals and groups to discuss their feedback on the contracts. If you would like to request a meeting, please contact Nita Burbank at (503) 230-3935 or via email at nmburbank@bpa.gov.

If you have any questions, please contact your Power Account Executive, Constituent Account Executive, or Tribal Account Executive.

Sincerely,

/s/ Mark. O. Gendron

Mark O. Gendron
Vice President
Northwest Requirements Marketing