



Department of Energy

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

POWER SERVICES

June 17, 2009

In reply refer to: PFR-6

To Persons Interested in the TRM Supplemental Rate Proceeding:

After spending several weeks during January through March working with public power representatives drafting changes to the Tiered Rate Methodology (TRM), BPA is proposing these changes for adoption in the TRM Supplemental rate proceeding. Among the proposed changes is a modification to the calculation of the Contract High Water Mark (CHWM) that will be included in each public customer's Regional Dialogue power sales contract. The main feature of the CHWM modification is the allowance for a customer to seek a Provisional HWM if the customer experiences a loss of load in Fiscal Year 2010.

BPA and rate case parties have agreed to eliminate most of the procedural steps that occur in BPA's rate proceedings. Instead, each official party to the proceeding may submit a **Statement of Position** to BPA on July 8. BPA is seeking a better understanding of public power's positions on the proposed modifications, especially the CHWM changes.

BPA is also providing persons and customers that are not parties to the rate proceeding an opportunity to submit a statement indicating whether or not they support the proposed modifications to the TRM or submit any other comment on the TRM Supplemental Proposal. Comments from such persons, called Participants, are included in the official record of the proceeding. The Administrator considers the entire record when making his final decision on whether to adopt any modifications.

The comment period is open through July 8, and statements can be submitted as part of the public comment process. Written comments and position statements can be submitted as follows: online at BPA's Web site: www.bpa.gov/comment; by mail to BPA Public Affairs, DKR-7, P.O. Box 1428, Portland, OR 97293-4428; or by facsimile to 503-230-3285. Please identify written or electronic copies as "TRM-12S Proceeding Participant Statement of Position."

The TRM Supplemental Proposal is available on BPA's Web site at http://www.bpa.gov/corporate/ratecase/TRM_Supplemental/docs/TRM-12S-E-BPA-01.pdf.

If you have any questions, please contact your Power Account Executive or Nita Burbank at 503-230-3935.

Sincerely,

/s/ Raymond Bliven

Raymond Bliven
Power Rates Manager