



Department of Energy

Bonneville Power Administration
P.O. Box 3621
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FINANCE

April 25, 2014

In reply refer to: FS-2

To Customers, Constituents, Tribes and Other Stakeholders:

Bonneville Power Administration (BPA) invites you to participate in the 2014 Integrated Program Review (IPR). BPA received many thoughtful comments following the 2014 Capital Investment Review (CIR) and is carefully reviewing and considering these comments. BPA will be communicating more on the CIR at a later date. However, given the importance of the IPR, BPA is beginning to plan and schedule that effort.

While the CIR process looks at BPA's long-term capital forecasts in the draft asset strategies and discusses prioritization, the IPR process will focus on near term expense levels. The 2014 IPR will address BPA's proposed program spending levels for the fiscal years (FY) 2016-2017 and include an update to FY 2015 spending levels. The IPR will provide the region with an opportunity to engage in a discussion of BPA's proposed near-term spending levels before they are used to develop revenue requirements for the FY 2016-2017 rate case.

BPA welcomes your input and thoughtful discussion during the IPR Process. Your input will help inform the planned program spending levels for the FY 2016-2017 rate period. The 2014 IPR will include a six-week public comment period, opening May 28 with a kickoff meeting in BPA's Rates Hearing Room at 1:00 p.m. and closing July 1. During that time, participants will have until June 6 to review the initial IPR publication and ask clarifying questions or request discussion meetings focused on specific program areas within the scope of the IPR. These discussion meetings are tentatively planned for the week of June 16. In addition BPA intends to hold a workshop on reserves and a workshop on debt management this summer. Information regarding the meetings will be shared closer to the meeting dates.

Information including presentation material will be posted on BPA's external website at <http://www.bpa.gov/Finance/FinancialPublicProcesses/IPR/Pages/IPR-2014.aspx>. If you have questions concerning the 2014 IPR, please contact the IPR External Process Manager Mary Hawken at 503-230-3421 or your Account Executive.

I look forward to your participation in this upcoming process.

Sincerely,

/s/ Nancy M. Mitman

Nancy M. Mitman
Acting Executive Vice President and Chief Financial Officer