

DRAFT
INFORMAL RATES PUBLIC PROCESS MEETING
JUNE 10, 2008
FY 2012 Rate

Attendees:

Paul Landry	Bureau of Reclamation
Dennis Dickman	Calaveras Public Power Agency
Greg Brehm	Eastside Power Authority / Power & Water Resources Pooling Authority
Ray Luhring	Lassen Municipal Utility District
Bill Stewart	Lassen Municipal Utility District
Jerry Toenyas	Northern California Power Agency
Lowell Watros	Redding Electric Utility
Nick Zettel	Redding Electric Utility
James Takehara	Roseville, City of
Paul Scanlan	Sacramento Municipal Utility District
James Hendre	San Francisco, City & County of
Ron Davis	Silicon Valley Power represented by Davis Power Consultants
Billy Quach	Silicon Valley Power represented by Davis Power Consultants
Rick Coleman	Trinity Public Utilities District
Steve Boyack	Tuolumne Public Power Agency
Dominic Salluce	Tuolumne Public Power Agency
Ed Roman	Sacramento Municipal Utility District
Melinda Grow	Western Area Power Administration
Russell Knight	Western Area Power Administration
Sandee Peebles	Western Area Power Administration
Charles Faust	Western Area Power Administration
Sean Sanderson	Western Area Power Administration
Steve Richardson	Western Area Power Administration
Deb Dietz	Western Area Power Administration
Sonja Anderson	Western Area Power Administration
Pete Garris	Western Area Power Administration
Craig Stroh	USBR
Nannette Engelbrite	NCPA
Anthony Brown	Western Area Power Administration

Informal Rate Process Meeting:

Calendar

Western reviewed the calendar (see attached) which indicated the preliminary schedule of events and activities associated with the Rates Informal and Formal public process over the next two years.

Power Repayment Workshop (SLIDE SHOW)

History / Background – Western presented information on the Reclamation Project Act of 1939, CVP and Washoe authorizing legislation, Flood Control Act of 1944 and RA 6120.2. Western also discussed the CVP and Washoe characteristics as related to the Power Repayment Study (PRS), including the repayment period differences between Reclamation and Western.

Reclamation's Plant Cost Allocation – Craig Stroh, an Economist with Mid-Pacific Region of Reclamation provided a presentation on the CVP Cost Allocation methodology and how costs applied to total plant for each agency impact the power customers..

PRS components – Western described the PRS and the historical and future data used in the PRS. Western presented the baseline sensitivity PRS Executive Summary (ES) which included the projected future plant additions and an estimate for plant from FY 99 through the current period. The ES shows the estimated required capital repayment dollar amounts that are required for each year through the end of the study. Graphs were presented that show the amount of anticipated future additions by year, unpaid federal investments with corresponding interest, and the amount of CVP capital repayment through 2061.

Comments/Input from Customers

Western solicited the audience for comments and questions on the presented material. Additionally, Western asked for any other input the customers or interested parties may have relating to specific studies, reviews and thoughts they wished to share with Western relating to the rate process.

Future Meeting Topics and Dates

The June 30, 2008 meeting has been cancelled and the next Rates informal public process meeting is scheduled for July 9th and July 23rd.

Topics to be Addressed in Future Meetings from June 10, 2008, Informal Rate Meeting

- The allocation of certain costs to Variable Resource customers (e.g. Western staff time spent on MRTU or IBAA issues)
- Allocation of Sub-Control Area (SCA) costs
- Reclamation O&M Allocation to Power

Action Items for Western from June 10, 2008, Informal Rate Meeting

- Western will consider any alternate repayment plan options or proposals received by customers.
- Provide Informal Rate meeting materials to customers in advance of meeting (if possible)
- Post Informal Rate meeting materials (i.e. PowerPoint presentations, spreadsheets, meeting summary, etc) to the Western website and/or email to customers

