

Federal Columbia River Power System

FY 2001 Second Quarter Review

Net Revenue Target Report

Through the Month Ended March 31, 2001

Preliminary Unaudited/ For Internal Use Only

\$ in thousands

% of Year Lapsed =

50%

		A	B	C	D	E	F	
		<u>Previous FY</u>		<u>Current End of</u>	<u>Current</u>			
		<u>Actuals</u>	<u>Target</u>	<u>Year Forecast</u>	<u>Forecast as a</u>	<u>Actuals: FYTD</u>	<u>Actuals as a</u>	
					<u>% of Target</u>		<u>% of Target</u>	
Operating Revenues:								
1.	Revenue	2,962,329	2,842,842	3,041,413	106.98%	2,009,815	70.70%	
2.	MTM Gain/(Loss) Derivative Instrument <Note 1			52,315		52,315		
3.	Other	77,840	81,403	533,850	655.81%	101,492	124.68%	
4.	Total Operating Revenues	3,040,169	2,924,245	3,627,578	124.05%	2,163,622	73.99%	
Operating Expenses:								
5.	PBL Operations & Maint. (NOM and Non-NOM)	293,796	401,644	372,639	92.78%	159,534	39.72%	
6.	TBL Operations and Maintenance	222,578	248,857	236,059	94.86%	99,398	39.94%	
7.	Undistributed Corporate Overhead	(79)				1,577		
8.	Corporate Misc Income Deductions	3,920				93		
9.	Other Entities Operations & Maintenance	377,137	463,116	447,766	96.69%	216,348	46.72%	
10.	Short-Term Power Purchases	624,882	359,485	1,546,975	430.33%	1,083,150	301.31%	
11.	Non-Federal Debt Service	560,836	627,791	530,590	84.52%	322,354	51.35%	
12.	Residential Exchange	63,593	68,954	68,954	100.00%	23,647	34.29%	
13.	Depreciation	239,636	265,615	252,400	95.02%	121,255	45.65%	
14.	Conservation and Fish and Wildlife Amortization	77,150	78,709	77,500	98.46%	38,213	48.55%	
15.	Total Operating Expenses	2,463,449	2,514,170	3,532,882	140.52%	2,065,569	82.16%	
16.	Net Operating Revenue	576,720	410,075	94,696	23.09%	98,053	#N/A	
Interest Expense:								
17.	Interest	363,404	367,294	347,803	94.69%	170,964	46.55%	
18.	AFUDC	(28,754)	(9,490)	(11,188)	117.89%	(6,664)	70.22%	
19.	Total Interest Expenses	334,649	357,804	336,615	94.08%	164,300	45.92%	
20.	Net Income from Continuing Operations	242,070	52,271	(241,919)	-462.82%	(66,247)	#N/A	
21.	Cumulative Effect of Change in Accounting Principle for Derivatives/Hedging Activities (SFAS 133) <Note 2			(168,491)		(168,491)		
22.	Net Income	(Expense) Revenue	242,070	52,271	(410,410)	-785.16%	(234,738)	#N/A

1) This is an "accounting only" (no cash impact) adjustment representing the mark-to-market (MTM) adjustment required by SFAS 133 at March 31, 2001, for identified derivative instruments.

The amount represents the net change in the MTM from BPA's transition adjustment (note 2) at October 1, 2000 and the most recent quarter. The amount is composed of transactions Bonneville enters into known as "bookouts". SFAS 133, as amended by SFAS 138, specifically defines "bookout" transactions as derivatives and does not allow normal/accrual accounting to be applied to such transactions.

2) Represents the mark-to-market (MTM) required transition adjustment at October 1, 2000, the date of adoption for SFAS 133, for identified derivative instruments.

The MTM SFAS 133 adjustment is not included in the PBL NOM target and it will not be included in any future rate case triggered adjustments.