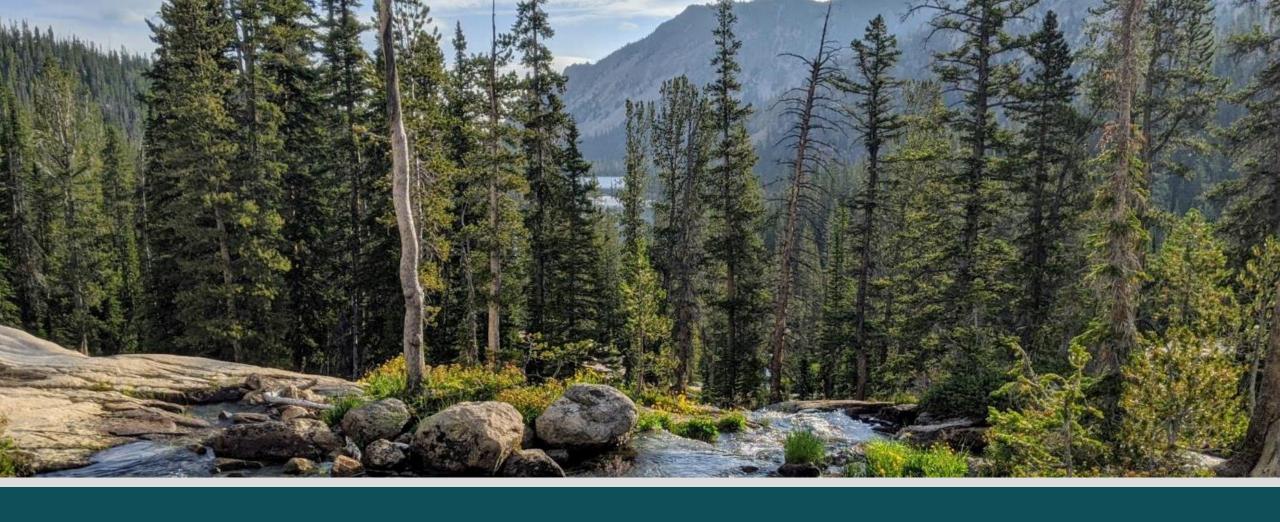


Provider of Choice Workshop Slice/Block Product

April 25, 2024







Objectives and Overview

Objectives

Provide a forum to discuss Slice/Block product design with customers and interested parties.

Explore foundational elements of the Customer's Slice/Block product proposal.



Overview of Today

- Review key points from April 10 workshop
- Framing a Path Forward
- Customer Planned Product Presentation
- What we've heard/Discussion
- Wrap Up
- Discussion
 - Next Steps

Slice Decision Review/April 10 Workshop

Decision: No customer bid curves

Decision: No Slice right to power changes within day (decision)

Exploration: Customer Slice Proposal Framework

Future discussion: Financial true up of benefits

Framing a Path Forward

Areas Bonneville and customers must understand by the end of May:

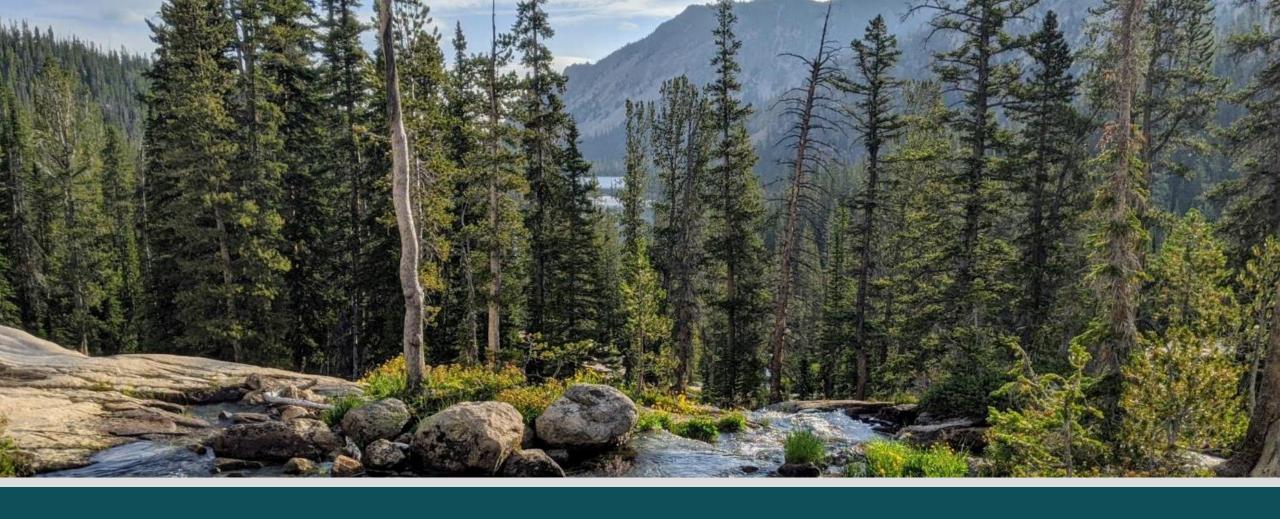
- Day-ahead market interactions and settlements
- Statutory/legal considerations
- Clear understanding of planning and load service obligations
- Comparison across different products

Areas that require clearer understanding this Summer:

- Rate Design and Product Design interplay
- Policy Impacts
- Contract Drafting
- System Development (SCA)

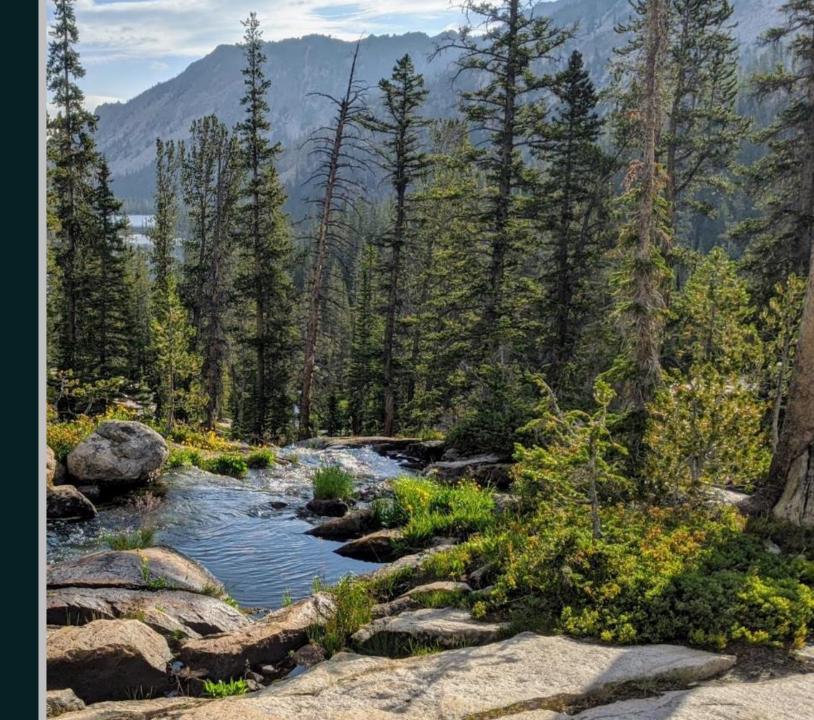
Future considerations:

- Administration/Staffing
- Billing



Planned Product Group Presentation

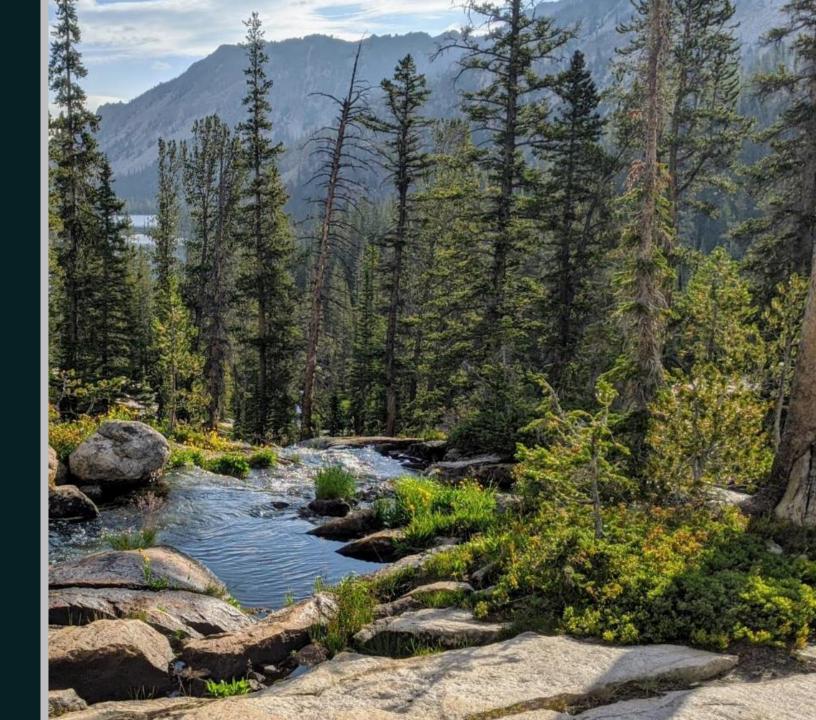
Discussion



Discussion Questions

- What are the pros and cons to this approach?
- Will this product proposal work from a Bonneville and customer perspective?
- Identify and describe any red flags.
- Can we support further exploration?
- Are we asking the right questions?
- Additional comments?

Appendix



Questions to Planned Product Group

Bonneville submitted a list of questions to the Planned Product Group following the preview of the concept at the April 10 workshop. The questions are:

- 1. How will this product meet customer load and how will it tie back to the Block portion?
- 2. How would a customer submit WRAP forward showing through day-ahead market submittals and the real-time market run?
- 3. Understand how a customer operates in the market with this product. A better understanding from your perspective how the CIR (Combined Interest Resource) concept will perform this role.
- 4. What are the energy and capacity obligations that would be placed on Bonneville? How does that fit in a customer's portfolio?
- 5. Understanding the request to have visibility into BPA's operation via the SCA. What are your expectations and needs?

 PROVIDER OF CHOICE 2028

Questions to Planned Product Group (Cont.)

- 6. Will this product work in multiple footprints of markets and BAs?
- 7. Thinking on how Bonneville should price the Slice product in rates.
- 8. Is the Slice True-Up necessary?
- 9. Would Slice costs now include share of transmission expenses for net secondary revenue transmission?
- 10. What happens if tariff changes proposal?
- 11. How would the **RSO test be calculated?**