

## **BPA Bulk Hub Purchase Notification for Service at Tier 2 Rates**

Date: November 21, 2012

In November 2012, BPA's Bulk Hub made purchases to serve part of its Regional Dialogue Tier 2 load. These purchases were for 17 aMW of 12-month flat block of power in FY 2014 and 22 aMW of 12-month flat block of power in FY 2015. BPA executed the purchases to serve 1 aMW of Tier 2 Load Growth and 16 aMW of Short-Term Rate service obligation in FY 2014; and 1 aMW of Tier 2 Vintage and 21 aMW of Short-Term Rate service obligation FY 2015.

The prices paid for this power over the 2-year period were between \$31 & \$39/MWh. The appropriate share of each year's actual purchase cost will be incorporated into each formula specified for each proposed Tier 2 rate. Consistent with Federal Energy Regulatory Commission requirements and Western Systems Power Pool confidentiality requirements with counterparties, the exact purchase prices will not be released until 30 days after the end of the quarter, in this case, after January 30. At that time we will provide supplemental information pertaining to the purchase costs.

