

# AUG 18 QUARTERLY BUSINESS REVIEW FOLLOW UP

**Q. On annual average, how many MWs of BPA power is sold at Mid-C prices?**

A. BPA sells an annual average of roughly 1,000-2,000 aMW with a delivery point of Mid-C or close to Mid-C, with the variability driven by annual streamflow conditions. BPA does not, however, sell strictly at published Mid-C prices. Sales prices differ from published Mid-C prices due to a variety of factors, including transaction term (forward, day-ahead, realtime, etc.), transaction timing, and details about specific transactions (carbon attributes, delivery flexibility, etc.).

**Q. I have several questions about slide 46. What do you mean by "acceleration of debt"? Could you please clarify what line 2 is? How does this chart relate to slide 48?**

- The “Acceleration of Debt” is labelled as such because we are paying more Federal debt than we otherwise would have absent the debt management actions. By taking these actions, we are accelerating the payment of Federal debt.
- Line 2 on slide 46 is labelled “Principal Payment of Federal Debt” and is the header for the breakdown beneath that shows what the sources are for the accelerated payment defined in the above response.
- Slide 46 shows how much additional federal appropriations are able to be repaid as part of the RCD program on 9/30/2020. Row 8 on this slide shows that there is a slight increase compared to Rate Case. Because this payment is made on the last day of the fiscal year (9/30/2020) it has no bearing as to how much interest is charged in FY20. Slide 48 shows the Federal Interest Expense in FY20, which is unaffected by the delta shown in slide 46.

**Q. Slide 8, line 8 (Transmission). Please provide a breakout of labor costs vs. non-labor costs.**

A. Pre-allocation breakout of the components of the Enterprise Services G&A costs allocated to Transmission is as follows:

Personnel comp & benefits	44%
Other contracts	28%
Supplemental labor	16%
Rents & utilities	9%
Materials & equipment	2%
Travel & training	1%