



**Department of Energy**

Reading File

Bonneville Power Administration  
P.O. Box 3621  
Portland, Oregon 97208-3621

POWER SERVICES

*February 8, 2011*

In reply refer to: PG-5

Ms. Renata Kurschner  
Director, Generation Resource Management  
B.C. Hydro and Power Authority  
6911 Southpoint Drive, 15<sup>th</sup> Floor  
Burnaby, B.C. V3N 4X8

Dear Ms. Kurschner:

This letter is to document our mutual understanding that the final remaining terms of the Bonneville Power Administration (BPA) contract with your organization, number DE-MS79-90BP92754 dated 07/05/90 (commonly called the Non-Treaty Storage Agreement) were fulfilled with completion of final power and water delivery under that contract as of midnight January 23, 2011. Accordingly, pursuant to Section 2(d)(ii) of the Non-Treaty Storage Agreement, the Active Storage Accounts referred to in Section 14 have been refilled and the parties agree the Final Termination Date under the agreement is January 23, 2011. If you agree, please note your concurrence on the signature line below.

Thank you for the level of cooperation and exploration of mutual benefits you and BC Hydro have shared with BPA for over 20 years under this agreement. I look forward to the unfolding of opportunities between our two organizations as we explore the parameters of a potential new long-term agreement that can work well within the requirements of the Columbia River Treaty and the needs and interests of our respective organizations.

Sincerely,

Stephen R. Oliver  
Vice President, Generation Asset Management

Concur:

Date:

*8 Feb 2011*