



Department of Energy

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

January 24, 1006

In reply refer to: KFW-2

Dear BPA Customers and Interested Parties:

You are cordially invited to a public workshop to discuss the historical results of the fiscal year 2005 Debt Optimization Program (DO.) As you are aware, Bonneville Power Administration (BPA) and Energy Northwest (EN) have completed their fifth year of the program and the region has realized significant benefits because of its implementation. At the workshop, we would like to discuss the specific DO details for each business line for FY 2005. We will not be discussing the basic concept of DO at the workshop, but for those of you who would like to refresh your memory on the program, please refer to the BPA external website for a tutorial and additional information. We will look at the Power and Transmission business line income statements and explain the accounting details related to debt service reassignment in FY 2005.

The workshop will be held:

Tuesday, February 7, 2006

1:00 – 3:00 p.m.

Rates Hearing Room

911 N.E. 11th Avenue

Portland, Oregon 97232

To participate by phone, please call Karen Davenport, at 503-230-4662.

For additional information, you can contact your BPA account executive, or, you may contact either Anita Mertsching at 503-230-3413 or Don Carbonari at 503-230-3798.

Thank you for your interest.

Sincerely,

/s/ David J. Armstrong

David J. Armstrong
Chief Financial Officer
Bonneville Power Administration