SUBSTITUTE HOUSE JOINT MEMORIAL 4008

2017 Regular Session State of Washington 65th Legislature

By House Technology & Economic Development (originally sponsored by Representative Morris)

READ FIRST TIME 02/09/17.

TO ELLIOT POWER ADMINISTRATION 1 MAINZER, BONNEVILLE LEAD 2 ADMINISTRATOR AND TO THE SECRETARY OF THE UNITED STATES DEPARTMENT OF 3 ENERGY:

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We, your Memorialists, the Senate and House of Representatives of 4 5 of Washington, in legislative session assembled, respectfully represent and petition as follows: 6

The Bonneville Power Administration operates maintains over fifteen thousand circuit miles of transmission line and interties, across the western United States, including Washington state; and

WHEREAS, The Bonneville Power Administration has recognized its 11 12 role in encouraging the development of renewable resources within the 13 Pacific Northwest; and

WHEREAS, The Eastern Intertie segment of the Montana Intertie, which stretches across the state of Montana and delivers power into the state of Washington, was originally built and paid for in part by Washington utilities to provide transmission services for coal-fired generating facilities located in southeastern Montana; and

19 The Eastern Intertie also can and does 20 transmission services for renewable energy resources that are vital 21 to the decarbonization of the electric sector and the energy independence of the Pacific Northwest; and 22

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WHEREAS, There is an existing one hundred eighty-four megawatts of unsubscribed transmission capacity in the Eastern Intertie, which is expected to grow in the next five years; and

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WHEREAS, The closure of Colstrip Units 1 and 2 by 2022 will further free up transmission capacity for new or expanded clean and renewable energy resources from Montana into Washington state, thereby providing access to resources that can help Washington meet its renewable energy and greenhouse gas reduction goals; and

9 WHEREAS, Public utilities would transmit energy between many 10 existing and proposed renewable energy resources and the Bonneville 11 Power Administration's Eastern Intertie; and

12 WHEREAS, The economic health of the state of Montana directly 13 impacts the economic well-being of the state of Washington; and

WHEREAS, The existing transmission rate known as the Montana Intertie Rate charged by the Bonneville Power Administration is a barrier to new investment in energy generation resources in Montana; and

WHEREAS, The transmission rate is only applied to one segment of less than one hundred miles out of a fifteen thousand mile system, in an area that is in the most need of new energy resources investment; and

WHEREAS, Reduction or elimination of transmission costs will promote the development of new energy and capacity resources in an area of Montana that is experiencing losses in energy and capacity resources; and

WHEREAS, Encouraging full subscription of the Eastern Intertie will reduce the transmission rates paid by Washington utilities and their ratepayers;

NOW, THEREFORE, Your Memorialists respectfully pray that the Bonneville Power Administration consider a rate design for the Eastern Intertie that eliminates or reduces the Montana Intertie Rate.

33 BE IT RESOLVED, That copies of this Memorial be immediately 34 transmitted to Elliot Mainzer, Bonneville Power Administration Lead 35 Administrator and the Secretary of the United States Department of 36 Energy.

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