



into legislative support to expand that agreement into application for other land ownerships. It is also very apparent that DNR is interested in engaging with utilities in ensuring that we do not end up where California is. It is also apparent that there is significant support from the Land Commissioner. The report is attached for your reference.

4. **Condit Transmission** - Ron Schultz will discuss where we are with Pacific Corp discussions with respect to the Condit to Powerdale 69 kV transmission line.
5. **Starlink Internet** - at least six employees have recently connected to the Space-X Starlink satellite internet service beta test. This service is provided by low-level satellites that provide a low latency internet service.

The Feedback I have from everyone is extremely positive. My service went from about 10 MBPs download and less than 1 MBPs upload, to over 120 MBPs download and 15 MBPs upload speeds. Latency went from above 100 ms to less than 10 ms. We can do a zoom call and stream two movies at the same time.

This is everything we need from a broadband service for our residence. Whether this is sufficient for all internet service needs is still a question we should think about and discuss. By that, I mean there is likely still a need for very high bandwidth fiber connections for very high usage businesses, schools and service providers such as ourselves.

6. **Bonneville Power Administration (BPA) Initial BP-22 Rate Case** - as Mike DeMott has shared with you, the initial rate proposal from BPA includes a 0% power rate adjustment and an 11% transmission rate adjustment. As in past years, this is the AVERAGE impact on customers, but some will win and some will lose given their load shapes.

What I want to discuss is our position on how BPA is using surplus secondary revenue funds. In 2020, BPA exceeded their surplus revenues forecast by over \$100 million due to the changing California marketplace and load/resource balance. The BP-22 rate case has significant secondary revenue increase that creates a \$95 million surplus with that 0% rate adjustment. The PPC position is to push back on costs as it always does, but it includes a potential for a request for some measure of refund to customers and/or a rate decrease. I want to discuss with you funding rate reductions from surplus revenues versus debt repayment and what input I should provide to the Public Power Council in the rate process.