



A RESOLUTION OF THE SENATE OF THE STATE OF MONTANA RAISING CONCERNS ABOUT POTENTIAL CHANGES TO THE OPERATION AND ADMINISTRATION OF FEDERAL POWER MARKETING ADMINISTRATIONS.

WHEREAS, the Montana Senate is concerned about outcomes resulting from Department of Energy Secretary Steven Chu's March 16, 2012, memorandum that may affect Western Area Power Administration and Bonneville Power Administration and its Montana electricity customers; and

WHEREAS, the memo states there will be directives issued to the federal Power Marketing Administration administrators related to the broadly stated initiatives contained in the memorandum; and

WHEREAS, these directives could harm the nearly 50% of Montanans whose electric bills are based on the underlying preference power from federal Power Marketing Administrations and the Montana Legislature has a stake in the outcome of this initiative; and

WHEREAS, the federal Department of Energy asserts it has conducted a "robust" process of public involvement in the development of recommendations to implement the initiatives by holding five public 1-day workshops and six listening sessions in cities across the western United States; and

WHEREAS, a committee composed of Western Area Power Administration and Department of Energy employees, known as the Joint Outreach Team, met in nonpublic work sessions to develop its draft recommendations; and

WHEREAS, the Montana Senate does not consider these nonpublic Joint Outreach Team meetings either robust or public; and

WHEREAS, the Western Area Power Administration has an outstanding history of being an electric industry leader; and

WHEREAS, the Montana Senate is appreciative that the Western Area Power Administration and Department of Energy Joint Outreach Team leaders attended a joint session of the Montana House and Senate energy committees on January 9, 2013, to share the outcomes of their report; and

WHEREAS, the Joint Outreach Team is planning to make final recommendations to the Secretary of

Energy in January 2013.

NOW, THEREFORE, BE IT RESOLVED BY THE SENATE OF THE STATE OF MONTANA:

That if the final recommendations are consistent with what the Joint Outreach Team leaders shared during their January 9, 2013, visit to Montana, these recommendations would:

- (1) be much narrower in scope than the present draft report;
- (2) contain greater recognition of the superb job Western Area Power Administration has done and is doing in the areas covered in the report;
- (3) ensure change is incremental, not wholesale; and
- (4) most important, provide economic protections to Montana preference customers.

BE IT FURTHER RESOLVED, that although the Montana Senate supports actions to increase efficiency, actions that create cost shifts to Montana preference customers who have paid their way are unacceptable.

BE IT FURTHER RESOLVED, that the Montana Senate requests that, in the future, the Department of Energy make a greater effort to notify the Legislature of actions impacting Montana citizens in advance of public hearings rather than leaving the Legislature to first hear about these Department of Energy actions from its constituents.

BE IT FURTHER RESOLVED, that the Secretary of State send copies of this resolution to the members of Montana's Congressional Delegation and to the U.S. Secretary of Energy.

- END -

I hereby certify that the within resolution,
SR 0002, originated in the Senate.

Secretary of the Senate

President of the Senate

Signed this _____ day
of _____, 2013.

SENATE RESOLUTION NO. 2

INTRODUCED BY OLSON, DRISCOLL, LARSEN, DEBBY BARRETT, V. JACKSON, G. JERGESON,
C. VINCENT

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