PUBLIC UTILITY DISTRICT NO.2

OF

PACIFIC COUNTY

405 Duryea Street P.O. Box 472 Raymond, Washington 98577 (360) 942-2411 FAX (360) 875-9388 9610 Sandridge Road P.O. Box 619 Long Beach, Washington 98631 (360) 642-3191 FAX (360) 642-9389

October 19, 2017

To Whom It May Concern:

RE: Potential Offers of Surplus Output

Public Utility District #2 of Pacific County (PUD) may, from time to time, have surplus electric energy to sell. Available quantities and prices of surplus energy will vary. The PUD will make such surplus electric energy sales under terms consistent with the Bonneville Power Administration's Policy on Determining Net Requirements of Pacific Northwest Utility Customers under Sections 5(b)(1) and 9(c) of the Northwest Power Act.

Information regarding PUD's available surplus electric energy will be made available from time to time at www.teainc.org (click on Services, then Daily Offers-Northwest). In addition, qualified regional buyers that provide an appropriate contact name, email address, and phone number may also receive direct emails regarding such offers. If anyone in your company is interested in receiving such notifications by email, please have that person or persons send an email request to sgleason@teainc.org.

Bids in response to a specific offer will be accepted by PUD through 3:00 P.M. on the day that such offer expires and must be submitted in writing via email to sgleason@teainc.org or by facsimile (425-372-0240). If no qualified regional entity accepts an offer made in this manner, as provided in the policy, the surplus electric energy may then be made available for sale to out-of-region entities.

Telephone inquiries related to specific offers may be directed to TEA West marketing desk. Should you have any questions regarding the offer or acceptance procedures, please contact Scott Gleason, at 425-460-1140 (email: sgleason@teainc.org).

Sincerely,

Jason Dunsmoor, P.E.

General Manager