

February 8th, 2017

Paul Rossow, Utility Analyst Electric and Natural Gas Divison Oregon Public Utility Commission PO Box 1088 Salem, OR 97308-1088

Mr. Russow:

Pursuant to Oregon Administrative Rule 860-29-0809(2), Pacific Northwest Generating Cooperative (PNGC Power) is submitting the attached avoided cost schedules for our Oregon members (Blachly-Lane Electric Cooperative, Central Electric Cooperative, Clearwater Power, Consumers Power Inc., Coos-Curry Electric Cooperative, Douglas Electric Cooperative, Lane Electric Cooperative, Umatilla Electric Cooperative, and West Oregon Electric Cooperative). PNGC Power is a Generation and Transmission Cooperative responsible for our member-owners net requirements power supply. This submittal responds to your letter of December 12, 2016 requesting a forecasted incremental cost of resources for our members for at least the next 20 years.

Sincerely,

Greg Mendonca

Vice President of Power Supply

Pacific Northwest Generating Cooperative

Blachly-Lane Electric Cooperative (\$/MWh)

Fiscal Year	Blachly
2017	\$25.36
2018	\$26.83
2019	\$26.83
2020	\$26.83
2021	\$28.04
2022	\$29.66
2023	\$30.88
2024	\$32.26
2025	\$33.44
2026	\$34.68
2027	\$35.96
2028	\$37.31
2029	\$38.93
2030	\$40.62
2031	\$42.38
2032	\$44.22
2033	\$46.14
2034	\$48.14
2035	\$50.23
2036	\$52.41