



Oregon

Tina Kotek, Governor



550 Capitol St. NE

Salem, OR 97301

Phone: 503-378-4040

Toll Free: 1-800-221-8035

FAX: 503-373-7806

www.oregon.gov/energy

March 5, 2025

Alex Telegin
Avangrid Renewables
1125 NW Couch St., Suite 700
Portland, OR 97209

Re: Annual Letter of Credit Adjustment Calculation
Klamath Cogeneration Project Calculation

Dear Mr. Telegin:

Financial assurance for the retirement of the Klamath Cogeneration Project, in the amount of \$4,511,000 (in 1st Quarter 2009 dollars) is required by Condition IV.D.3 of the Fifth Amended Site Certificate dated January 25, 2013. This assurance is provided by Bond #019064279 from Liberty Mutual Insurance Company, originally issued May 30, 2018. Condition IV.D further states:

For Conditions IV.D.(3), IV.D.(4) and IV.D.(5) of this Amended Site Certificate, the index by which the future value of money shall be converted to 1st Quarter 2009 dollars shall be the Implicit Price Deflator for the Gross Domestic Product as published by the U.S. Bureau of Economic Analysis of the Department of Commerce or a successor agency.

Please review ODOE's calculations below for the adjusted amount for the next bond rider amendment, based on Condition IV.D.3, and the twelve-month period beginning May 30, 2025. **A copy of the Council's current bond template has been included and must be utilized to maintain compliance. If the current bond on file does is not consistent, please make sure the adjustment provided includes all changes needed to align Council's approved template.**

The calculation of 1st quarter 2009 dollars, and the 4th Qtr 2024 dollars are listed in the GDP Implicit Price Deflator as 88.513 and 126.272, respectively. The ratio of these two index values is multiplied by the base amount of the original letter of credit (\$4,511,000) to get the adjusted amount of the letter of credit. Condition IV.D does not specify any rounding of calculated amounts. The total amount calculated here is rounded to whole dollars.

The complete list of figures used in the calculation can be found in the table on the following page.

Klamath Cogeneration Project
Annual Letter of Credit Adjustment

KLAMATH COGENERATION			
Item		Basis	Amount
A	Subtotal cost of site restoration as approved by EFSC on 02/25/13		\$ 4,511,000
B	2009 Implicit Price Deflator for GDP (1st Quarter) Table 1.1.9 https://apps.bea.gov/iTable/?reqid=19&step=2&isuri=1&categories=survey		88.543
C	2024 Implicit Price Deflator for GDP (4th Quarter) Table 1.1.9 https://apps.bea.gov/iTable/?reqid=19&step=2&isuri=1&categories=survey	**	126.272
D	Adjustment factor	C/B	1.426
E	Adjusted subtotal	A (D)	\$ 6,432,686

2017 = 100

The Department of Energy believes that the letter of credit amount updated for the May 30, 2025 – May 29, 2026 period should be \$6,432,686. Please review this preliminary calculation and contact me or Duane Kilsdonk at (503) 983-6484 or duane.kilsdonk@energy.oregon.gov with any questions or comments.

When you have reviewed the calculations and both parties agree, please send the amended Bond Rider to Sisily Fleming, Oregon Department of Energy, 550 Capitol St. NE, Salem OR 97301.

Thank you for your attention to this annual review procedure.

Sincerely,

Sisily Fleming

Sisily Fleming
Fiscal Analyst
Energy Siting Division

Klamath Cogeneration Project
Annual Letter of Credit Adjustment

Table 1.1.9. Implicit Price Deflators for Gross Domestic Product			
[Index numbers, 2012=100] Seasonally adjusted			
Bureau of Economic Analysis			
Last Revised on: February 23, 2023 - Next Release Date March 2023			
Line		2009	2024
		Q1	Q4
1	Gross domestic product	88.543	126.272
2	Personal consumption expenditures	88.181	124.476
3	Goods	97.457	114.293
4	Durable goods	116.647	105.253
5	Nondurable goods	89.588	119.39
6	Services	84.047	129.473
7	Gross private domestic investment	97.19	122.628
8	Fixed investment	95.996	123.723
9	Nonresidential	100.157	116.053
10	Structures	87.022	135.21
11	Equipment	107.801	114.055
12	Intellectual property products	99.463	109.098
13	Residential	80.838	150.749
14	Change in private inventories	---	---
15	Net exports of goods and services	---	---
16	Exports	92.675	122.158
17	Goods	97.497	118.402
18	Services	83.716	129.098
19	Imports	95.269	112.268
20	Goods	96.592	110.13
21	Services	88.324	121.717
22	Government consumption expenditures	86.391	127.633
23	Federal	88.961	125.41
24	National defense	90.111	126.82
25	Nondefense	87.187	123.596
26	State and local	84.679	129.067

Attachment 6

List of Owner Names and Mailing Addresses
Klamath Energy Project

Map Tax Lot ID	Last Name 1	First & Middle Names 1	Last Name 2	First & Middle Names 2	Company/Organizatio	Mailing Address	City	State	Zip Code
39S 08E 13DA600	Davis	Amy				3851 Harvey St. SE	Salem	OR	97302
39S 08E 0000					Swiss Krono	6410 OR-66	Klamath Falls	OR	97601
39S 09E 1800					Collins Products	29100 SW Town Center Loop West, Suite 300	Wilsonville	OR	97070
39S 08E 13DA4800	Williams	Daniel G	Pitman	Joanette		5280 TOPPER AVE	Klamath Falls	OR	97601