CERTIFICATION OF ENROLLMENT

SENATE JOINT MEMORIAL 8000

58th Legislature 2003 Regular Session

Passed by the Senate April 21, 2003 YEAS 42 NAYS 0 CERTIFICATE I, Milton н. Doumit, Jr., Secretary of the Senate of the State of Washington, do hereby certify that the attached is SENATE JOINT MEMORIAL 8000 as President of the Senate passed by the Senate and the House Passed by the House April 9, 2003 YEAS 96 NAYS 0 of Representatives on the dates hereon set forth. Speaker of the House of Representatives Secretary Approved FILED Secretary of State State of Washington Governor of the State of Washington

SENATE JOINT MEMORIAL 8000

AS AMENDED BY THE HOUSE

Passed Legislature - 2003 Regular Session

State of Washington 58th Legislature 2003 Regular Session

By Senators Fraser, Morton, Hewitt, Keiser and Hale

Read first time 01/14/2003. Referred to Committee on Natural Resources, Energy & Water.

TO THE HONORABLE GEORGE W. BUSH, PRESIDENT OF THE UNITED STATES,
AND TO THE PRESIDENT OF THE SENATE AND THE SPEAKER OF THE HOUSE OF
REPRESENTATIVES, AND TO THE SENATE AND HOUSE OF REPRESENTATIVES OF THE
UNITED STATES, IN CONGRESS ASSEMBLED, AND TO THE HONORABLE SPENCER
ABRAHAM, SECRETARY OF THE UNITED STATES DEPARTMENT OF ENERGY, AND TO
THE MEMBERS OF THE FEDERAL ENERGY REGULATORY COMMISSION, CHAIRMAN
PATRICK WOOD, III, COMMISSIONER NORA M. BROWNELL, AND COMMISSIONER

We, your Memorialists, the Senate and House of Representatives of the State of Washington, in legislative session assembled, respectfully

represent and petition as follows:

WILLIAM L. MASSEY:

8

1011

12

13

1415

16 17

18

WHEREAS, The Federal Energy Regulatory Commission proposal establishing a standard market design (SMD) for electricity proceeds from the premise that a single market model will work for the entire nation, as a result it would fundamentally change the way the transmission system is operated, expand the Commission's authority in state decisions regarding resource adequacy and demand response, and dismantle the regional benefits derived from public power; and

19 WHEREAS, Washington state has a comprehensive electricity policy,

which encourages efficiency while reflecting our unique resource base; and

WHEREAS, The Northwest electricity system is different from most of the rest of the nation, including substantial differences in the transmission ownership, a hydro-based system where the amount of energy generated is limited by the amount of water in the rivers and behind the dams, complex legal arrangements for multiple uses of the water to meet diverse goals (power, irrigation, fisheries, recreation, and treaty obligations), and a hydro-based system that requires substantial coordination among plant owners and utilities, rather than the competitive market-based structure the SMD promotes; and

WHEREAS, The Northwest electricity system has produced affordable, cost-based rates and reliable service for our region; and

WHEREAS, Deregulation broke up traditional regulated utilities in order to create trading markets with the promise of lower costs, more consumer choice, more reliability, and fewer government bailouts. It in fact produced higher prices, more manipulation of consumers, volatility, brownouts, and bailouts running into the tens of billions; and

WHEREAS, The SMD would harm consumers in our region through increased costs and decreased reliability;

NOW, THEREFORE, Your Memorialists respectfully pray that the Federal Energy Regulatory Commission leave the Northwest electricity system in place and withdraw the Notice of Proposed Rulemaking establishing a Standard Market Design (SMD) for electricity; and

Your Memorialists further pray that in the event that the Federal Energy Regulatory Commission does not withdraw its proposal, the President and Congress take action to prevent the Federal Energy Regulatory Commission from proceeding with their proposal.

BE IT RESOLVED, That copies of this Memorial be immediately transmitted to the Honorable George W. Bush, President of the United States, the Honorable Spencer Abraham, the Secretary of the United States Department of Energy, the Members of the Federal Energy Regulatory Commission, Chairman Patrick Wood, III, Commissioner Nora M. Brownell, and Commissioner William L. Massey, the President of the United States Senate, the Speaker of the House of Representatives, and

each member of Congress from the State of Washington.

--- END ---