



**Department of Energy**  
Western Area Power Administration  
Rocky Mountain Customer Service Region  
P.O. Box 3700  
Loveland, CO 80539-3003

APR - 9 2008

Dear Firm Power Customer and Other Interested Parties:

The Rocky Mountain Region and the Upper Great Plains Region of the Western Area Power Administration (Western) are hosting two Informal meetings to discuss the proposed firm power rate adjustments for the Loveland Area Projects (LAP) and the Pick-Sloan Missouri Basin Program-Eastern Division (P-SMBP-ED) firm power customers.

**April 29, 10:00 AM**

Radisson Hotel Denver Stapleton Plaza  
3333 Quebec Street  
Denver, Colorado  
(303) 321-3500

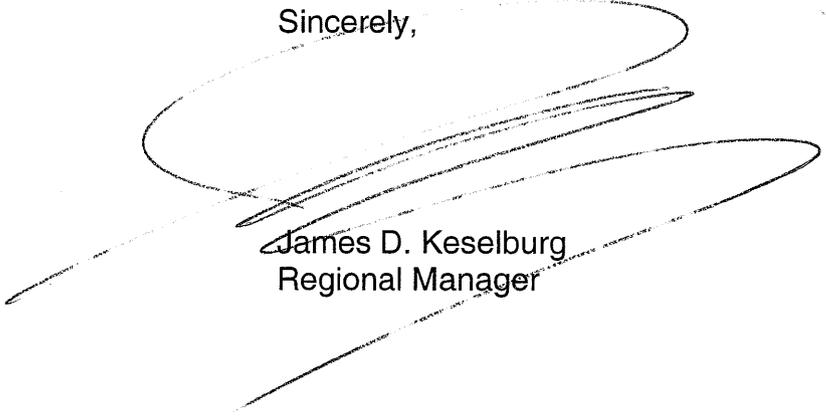
**April 30, 9:00 AM**

Holiday Inn  
100 West 8<sup>th</sup> Street  
Sioux Falls, South Dakota  
(605) 339-2000

At these meetings Western will share the most current information and its thoughts on the rate adjustments. With the deepening drought, the present study work indicates a need for a firm power rate adjustment greater than the 2 mill threshold allowed by the automatic drought adder adjustment that would be effective January 1, 2009. Western's plan is to present the automatic drought adder along with an additional adjustment through a formal rate adjustment process in early summer. Western would like your input on the assumptions, timing, and implementation prior to the formal process.

If you have any questions prior to the meetings, please telephone Sheila Cook, Rocky Mountain Region Rates Manager, at (970) 461-7211. Western looks forward to meeting with you.

Sincerely,



James D. Keselburg  
Regional Manager