



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

FEB 02 2011

Dear Transmission and Ancillary Services Customer and Other Interested Parties:

This letter provides notice of the publication on January 28, 2011, in the *Federal Register* of the Western Area Power Administration's (Western) Notice of Proposed Loveland Area Projects Transmission and Western Area Colorado Missouri Balancing Authority (WACM) Ancillary Services formula rates (Notice). This publication begins the formal consultation and comment period which will end on April 28, 2011, which is 90 days after publication of the Notice.

Western is enclosing a copy of the published *Federal Register* Notice, which is also available on our Web site located at <http://www.wapa.gov/rm/ratesRM/2012/default.htm>. A "Proposed Rates for Loveland Area Projects Transmission and WACM Ancillary Services" brochure will also be made available on our Web site at the same location.

As part of the rate making process, Western has scheduled a Public Information Forum and a Public Comment Forum for the formula rates adjustment as follows:

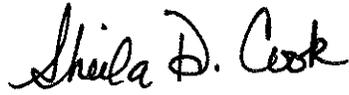
	Budweiser Events Center 5290 Arena Circle Loveland, CO
Public Information Forum	March 9, 2011 9 - 11:00 a.m. MST
Public Comment Forum	March 9, 2011 1 - 2:30 p.m. MST

The proposed rate adjustment is scheduled to become effective on an interim basis on the first day of the October 2011 billing period. Your comments and questions concerning the proposed adjustment are requested at the public forums. However, written comments received no later than April 28, 2011, will also be considered in Western's decision making process. Comments may be sent via e-mail to LAPTransAdj@wapa.gov or sent via hard copy to the following address:

Mr. Bradley S. Warren
Regional Manager
Rocky Mountain Region
Western Area Power Administration
P.O. Box 3700
Loveland, CO 80539-3003

Western will finalize the proposed formula rates after public discussions are held and public comments are reviewed and considered. Western welcomes your participation in this rate adjustment process and will furnish you with additional information via postings to the Web site as it becomes available.

Sincerely,

A handwritten signature in black ink that reads "Sheila D. Cook". The signature is written in a cursive style with a large, prominent "S" at the beginning.

Sheila D. Cook
Rates Manager

Enclosure