



Department of Energy
Western Area Power Administration
Rocky Mountain Customer Service Region
P O. Box 3700
Loveland, CO 80539-3003
MAR 19 2007

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 an informational meeting to discuss proposed firm power rate adjustments for Loveland Area Projects (LAP) and Pick-Sloan Missouri Basin Program-Eastern Division firm power customers. The meeting to discuss the proposed LAP adjustment and its components (the Pick-Sloan Missouri Basin Program (Pick-Sloan) and the Fryngpan-Arkansas Project) will be held on April 9, 2007, at 10 a.m. at the Radisson Hotel Denver Stapleton Plaza, 3333 Quebec Street, Denver, Colorado.

An additional meeting to discuss only the Pick-Sloan firm power rate adjustment will be held on April 10, 2007, at 9 a.m., at the Holiday Inn, 100 West 8th Street, Sioux Falls, South Dakota.

At these meetings, Western will share the most current information and thoughts on these proposed rate adjustments. With the continued drought the present study work indicates a need for a Firm Power Rate Adjustment of about 20 percent. Western would like your input on the assumptions, timing, and implementation of these proposals.

For your information and prior to the meetings, please check the information posted on the website listed below. The most up-to-date information concerning the rate adjustment will be posted at <http://www.wapa.gov/rm/ratesRM/default.htm>. If you have any questions prior to the meetings, please telephone Sheila Cook at 970-461-7211.

We look forward to meeting with you in April.

Sincerely,

SIGNED

James D. Keselburg
Regional Manager