



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

DEC 04 2014

Dear Firm Power Customers and Other Interested Parties:

Enclosed is a signed copy of the Western Area Power Administration Loveland Area Projects Notice of Order (Notice) and Rate Order No. WAPA-167 (Order) dated December 2, 2014. These documents give notice that the Deputy Secretary of Energy confirmed and approved Rate Schedule L-F10 (L-F10), enclosed, placing firm electric service rates for the Loveland Area Projects into effect on an interim basis. The rate schedule will be placed into effect on January 1, 2015, and will remain in effect until December 31, 2019, or until the rate schedule is superseded.

Western did not propose a change to the overall rates. The Firm Electric Service rate under L-F10 remains \$5.43/kilowattmonth for capacity and 20.71 mills/kilowatthour for energy. Western did true up the Base and Drought Adder components in the rate process. The updated components are identified in Table 1 below and described in more detail in the enclosed Notice and Rate Order.

Table 1 – Summary of LAP Charge Components

	Capacity (\$/kW month)	Energy (mills/kWh)
Base Component	\$3.92	14.95
Drought Adder Component	\$1.51	5.76
Total LAP Rate	\$5.43	20.71

This letter and enclosed documents serve as our fall notification of change to the Drought Adder components of the rate effective January 1, 2015, in accordance with our annual Drought Adder review process.

Once the Notice and Order are published in the *Federal Register*, a copy of the published Federal Register Notice will be posted to our Web site at <https://www.wapa.gov/rm/ratesRM/2015/default.htm>.

If you have any questions concerning these rates, please telephone Mrs. Sheila D. Cook, Rocky Mountain Region Rates Manager, at (970) 461-7211.

Sincerely,


 for David Neumayer
 Vice President of Power Marketing
 Rocky Mountain Region