

**From:** UGPPowerMarketing

**Sent:** Wednesday, March 08, 2017 3:15 PM

**To:** UGPPowerMarketing <UGPPowerMarketing@WAPA.GOV>

**Subject:** Pick-Sloan/LAP Informal Customer Webinar Notification for 2018 Rate Adjustment

Dear Firm Electric Service Customer:

The Western Area Power Administration (WAPA) Upper Great Plains and Rocky Mountain Regions are planning on entering into rate adjustment processes to increase the Base Charge components of the firm power rates for the Pick-Sloan Missouri Basin Program--Eastern Division and the Loveland Area Projects (LAP). Concurrently, we will be reducing the Pick-Sloan Drought Adder Charge components of the firm power rates. The Drought Adder Charge components will be going to zero in calendar 2018. The anticipated net effect is that the firm power rates for the Pick-Sloan Missouri Program --Eastern Division will be going down overall from the current rates. As far as the LAP rate, the Pick-Sloan Western Division portion of the rate is also anticipated to go down. That potential decrease could be offset by increases to the Fryingpan-Arkansas portion of the rate due to the upcoming impacts related to the Mt. Elbert Rehabilitation Project. RMR will share proposed option(s) for handling the rehabilitation costs in the Fry-Ark study during the following webinar.

This email serves as a **Save The Date** for an upcoming informal customer meeting which will be presented via webinar to discuss the upcoming rate processes.

The webinar will take place on **Tuesday, April 18, 2017, @ 1 pm to no later than 3 pm MDT.**

In the next few weeks, access details for the webinar will be posted on our website at <https://www.wapa.gov/regions/UGP/rates/Pages/rates.aspx>.

If you have any questions, please feel free to contact me at 406.255.2910 / [sundsted@wapa.gov](mailto:sundsted@wapa.gov) or Linda Cady-Hoffman, UGP Rates Manager, at 406.255.2920 / [cady@wapa.gov](mailto:cady@wapa.gov).

Thank you,

**Jody S. Sundsted | VP of Power Marketing for UGPR**

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