



**Department of Energy**  
 Western Area Power Administration  
 Upper Great Plains Customer Service Region  
 P.O. Box 35800  
 Billings, MT 59107-5800

B6101.BL

**DEC 09 2014**

Dear Firm Power Customer:

Enclosed is the *Federal Register* notice (FRN) published December 8, 2014 (Volume 79, FR No.235, pages 72670-72677). The FRN gives notice that Rate Order No. WAPA-166 was approved by the Deputy Secretary, United States Department of Energy. The Rate Order approves the provisional rates for Firm Power and Firm Peaking Power set forth in the Pick-Sloan Missouri Basin Program--Eastern Division Rate Schedules P-SED-F12 and P-SED-FP12, effective January 1, 2015 through December 31, 2019, or until superseded by another rate schedule.

Western did not propose a change to the overall rates. The firm power service rate under P-SED-F12 remains \$7.65/kilowattmonth for capacity and 19.05 mills/kilowatthour for energy. The Firm Peaking Service rate under P-SED-FP12 remains \$6.90/kilowattmonth for capacity and 19.05 mills/kilowatthour for energy. Western did true up the Base and Drought Adder charge components in the rate process. The updated components are identified in Table 1 below and described in more detail in the enclosed FRN.

**Table 1 - Summary of P-SMBP--ED Charge Components**

	Charges Under Rate Schedules P-SED-F12/ P-SED-FP12		
	Base Component	Drought Adder Component	Total Charge
Firm Capacity (\$/kWmonth)	\$4.90	\$2.75	\$7.65
Firm Energy (mills/kWh)	12.33	6.72	19.05
Firm Peaking Capacity (\$/kWmonth)	\$4.45	\$2.45	\$6.90
Firm Peaking Energy (mills/kWh)	12.26	6.79	19.05

This letter and enclosed FRN serve as Western's fall notification of change to the Drought Adder component of the rate effective January 1, 2015, as required under the current annual review process. If you have any questions, please telephone Linda Cady-Hoffman at (406) 255-2920.

Sincerely,  
**Linda Cady-Hoffman**

*for*  
 Jody S. Sundsted  
 Vice President of Power Marketing  
 for Upper Great Plains Region

Enclosure

bcc:

C. Douthit, A0200, Lakewood, CO

G. Hoffman, A0200, Lakewood, CO

B0000.BL

B6000.BL

B6100.BL

B6200.BL

B.6105.BL

B6208.BS

B6211.HU

B6212.HU

B8000.BL

J. Murray, G6100, Phoenix, AZ

B. Warren, J0000, Loveland, CO

D. Neumayer, J6000, Loveland, CO

S. Cook, J6100, Loveland, CO

R. Bailey, L6000, Salt Lake City, UT

T. Hackett, L6100, Salt Lake City, UT

R. Rieger, N6100, Folsom, CA

(w/copy of enclosure)

B6101.BL:jl:hs:12/09/14:R:\Groups\Rates\Letters to Customers\Lockie\Customer Letter

WAPA-166 notice final

Linda Cough-Hoffman