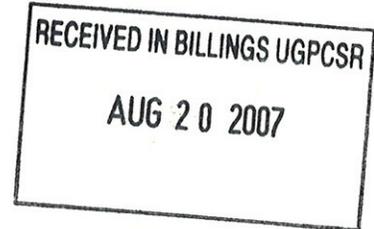




CAPITAL
ELECTRIC
COOPERATIVE, INC.

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August 16, 2007



Mr. Robert J. Harris , Regional Manager
Upper Great Plains Region
Western Area Power Administration
2900 4th Ave North
Billings, MT 59101-1266

RE: Pick-Sloan Resource Pool Comments

Dear Mr. Harris:

Capital Electric Cooperative Inc desires to comment on the forth coming Pick-Sloan Resource Pool. The Western Area Power Administration (Western) needs to follow the same policies and procedures of prior Resource Pools.

In making allocations from the Resource Pool, Western needs to act within the existing laws and regulations and refrain from administrative expansion under the "appropriate purposes" language.

Western must resist any attempt to foster preference customers who had an allocation and relinquished their allocation from obtaining a new allocation under this Resource Pool.

Withdrawals from the current customers should apply to all contract holders.

Terms and conditions of contracts for new customers need to be identical to terms and conditions of existing firm power customers.

Thank You for the opportunity to respond.

Sincerely,

Ordean "Lars" Nygren
General Manager