



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

**OCT 15 2018**

Dear Firm Electric Service Customer:

Western Area Power Administration (WAPA) rate schedule, placed into effect January 1, 2018, under Rate Order No. WAPA-179, states WAPA will complete an annual drought adder review for the Loveland Area Projects (Pick-Sloan Missouri Basin Program--Western Division and Fryingpan-Arkansas Project) (LAP) firm electric service rate. The annual review process initiated in early summer when WAPA reviewed the Drought Adder component and provided notice of no estimated change to the Drought Adder component charge in the June 21, 2018, letter to our customers. In October, WAPA completes the annual review process and makes a final determination of any change to the Drought Adder component charge for the coming year.

This letter is to provide notice to our customers that WAPA has completed its annual review of the Drought Adder component and determined the Drought Adder component charge of the LAP firm electric service rate will remain at zero for the coming year beginning January 2019. Information concerning LAP firm electric service rates is posted online at <https://www.wapa.gov/regions/RM/rates/Pages/rates.aspx>. If you have any questions concerning this notice or the firm electric service calculation, please telephone Sheila D. Cook, Rocky Mountain Region Rates Manager at (970) 461-7211 or [scook@wapa.gov](mailto:scook@wapa.gov).

Sincerely,

A handwritten signature in black ink, appearing to read "Dave Neumayer".

Dave Neumayer  
Vice President of Power Marketing  
Rocky Mountain Region