



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

June 9, 2021

Dear Firm Power Service Customer:

As part of the current rate schedule, placed into effect January 1, 2018, under Rate Order No. WAPA-180, Western Area Power Administration (WAPA) will conduct both a preliminary review of the Pick-Sloan Missouri Basin Program (Pick-Sloan)--Eastern Division Firm Power Service Rate Drought Adder component in early spring to provide customers advance notice of any foreseen changes to the Drought Adder and a final review and notification in the fall of any change to the Drought Adder component of the rate schedule.

Though water conditions are less than optimal this year, the system has not yet deteriorated to the level necessary to implement the Drought Adder component of the rate. WAPA is using this letter to notify customers that the preliminary review resulted in no estimated change to the Drought Adder component of the Pick-Sloan--Eastern Division Firm Power Rate in January 2022. The charges for the Pick-Sloan Eastern Division Firm Power Capacity and Energy rates are as follows:

	Capacity (\$/kW month)	Energy (mills/kWh)	Est. Change
Base Component	\$5.25	13.27	--
Drought Adder Component	\$0.00	0.00	--
Total Rate	\$5.25	13.27	--

WAPA will continue to monitor area water conditions through this fall and will send a final notification of any changes to the Drought Adder for January 2022. Please note, a change to the drought adder is not likely, however, we are required to evaluate the water and generation conditions two times each year and inform our customers of any planned change to the Drought Adder component. Additionally, current rate schedules will expire December 31, 2022, and WAPA will be initiating a public process in early 2022 to replace our expiring rate schedules.

Information concerning the firm power service rate can be found online at <https://www.wapa.gov/regions/UGP/rates/Pages/rates.aspx>. If you have any questions concerning this notice, please telephone Linda Cady-Hoffman, Upper Great Plains Region Rates Manager at (406) 702-4791 or [cady@wapa.gov](mailto:cady@wapa.gov).

Sincerely,

**LORI FRISK**

Digitally signed by LORI FRISK  
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Lori Frisk  
Vice President of Power Marketing  
Upper Great Plains Region