



**Department of Energy**  
Southwestern Power Administration  
One West Third Street  
Tulsa, Oklahoma 74103-3502

May 7, 2018

## NOTICE

To Customers and Interested Parties:

Southwestern Power Administration (Southwestern) has completed its 2018 Power Repayment Studies (PRS) for Southwestern's Integrated System. This year's PRS indicates that an increase in annual gross revenue of \$1,938,540 million (1.0 percent) is necessary to recover all costs within the required repayment period.

However, this 1.0 percent increase falls within Southwestern's practice to defer, on a case-by-case basis, revenue adjustments for the Integrated System if such adjustments are within plus-or-minus two percent. The deferral of a rate change provides for rate stability and savings on the administrative cost of implementation, as well as recognizes that the revenue sufficiency will be re-examined in the next year's PRS. Therefore, Southwestern's Administrator plans to defer the implementation of the 1.0 percent revenue increase for the Integrated System and continue under the current rate schedules.

Southwestern will continue to work with our customers in preparing the 2019 PRS for the Integrated System. If you have any questions, please contact Stephanie Bradley at (918) 595-6676 or [stephanie.bradley@swpa.gov](mailto:stephanie.bradley@swpa.gov) or Alex Hodge at (918) 595-6703 or [alex.hodge@swpa.gov](mailto:alex.hodge@swpa.gov).

Sincerely,

A handwritten signature in black ink, appearing to read "Fritha Ohlson".

Fritha Ohlson  
Director, Division of Resources and Rates



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Sincerely,

Fritha Ohlson  
 Director, Division of Resources and Rates

- bcc: (e-mail)
- S1000 Office of the Administrator
- S1400 Liaison Office
- S2000 Office of Power Delivery
- S7100 Office of General Counsel
- S9000 Office of Corporate Operations
- S9100 Division of Power Marketing & Transmission Strategy

(Address List Attached)

File: S9400 (6640-IS/CUST.NOT)

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