



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 Robert Douglas Willis Hydropower Project (Robert D. Willis). This year's PRS indicates that an increase in annual gross revenue of \$4,430 (0.3 percent) is necessary to recover all costs within the required repayment period.

However, this 0.3 percent increase falls within Southwestern's practice to defer, on a case-by-case basis, revenue adjustments for Robert D. Willis if such adjustments are within plus-or-minus five 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 0.3 percent revenue increase for Robert D. Willis and continue under the current rate schedule.

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

Sincerely,

A handwritten signature in cursive script, appearing to read "Fritha Ohlson".

Fritha Ohlson
Director, Division of Resources and Rates



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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-RDW CUST.NOT)
 S9400:SBradley:6676:05318: (R:\RDW\RDW2018\RDWCUSNOT18.doc)

5/3/18

CONCURRENCES
RTG SYMBOL <i>9400</i>
INITIAL/SIG. <i>Shul</i>
DATE <i>5/3/2018</i>
RTG SYMBOL <i>9000</i>
INITIAL/SIG. <i>MSB</i>
DATE <i>5/3/2018</i>
RTG SYMBOL <i>9400</i>
INITIAL/SIG. <i>Sh</i>
DATE <i>5/7/18</i>
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