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John E. Mills
Manager, Tariff Studies

July 21, 2006

Mr. Phil Crissup
OG+E Electric Services
P.O. Box 321
Oklahoma City, OK 73102

RE: Transmission System Upgrade Authorization for Transmission Service Requests 974592, 974596, 974650, 974656, 974660, 974976, 974977, 974790, 974791, 974793, 974797, 610383

Dear Mr. Crissup:

Southwest Power Pool has received Long Term Firm Point-to-Point Transmission Service agreements executed by Xcel Energy and Kansas Municipal Energy Agency for the above noted transmission service requests. In the facility study conducted in the assessment of these requests, SPP concluded that system upgrades are required on the OKGE transmission system as detailed in Aggregate Facility Study SPP-2005-AG2-AFS-3. SPP has received appropriate security from the customer for the facility upgrades. Therefore, SPP authorizes OKGE to construct those upgrades to the transmission system concluded in the Facility Study to be necessary to provide the requested transmission service.

SPP authorizes OKGE to reconductor approximately .92 miles with 795 ACCC/TW on the Beeline-Explorer Glenpool 138kV Ckt. 1 line by June 1, 2009 and reconductor 1.82 miles with 795 ACCC/TW on the Explorer Glenpool –Riverside Station 138kV Ckt line by June 1, 2009.

Consistent with Section 20.1 of the SPP Tariff, please keep SPP advised of any inability on OKGE's part to complete the upgrades in time to provide the committed service. Provide SPP with the construction schedule supporting the required upgrade noted above within 30 days of receipt of this Transmission System Upgrade Authorization letter. . Based on this schedule, SPP will require updates to the schedule for schedule status. SPP will define the exact process to follow for the required updates in the near future.

Please provide SPP with the actual costs of these upgrades as soon as possible after the completion of construction. This will permit SPP to true up billing to actual costs on a timely basis.

Don't hesitate to contact me if you have questions.

Sincerely,

A handwritten signature in blue ink that reads 'John E. Mills'.

John E. Mills
Manager, Tariff Studies

cc: P. Bourne, L. Dillahunty, J. Caspary, J. Rooker