Cooperative Perspective

Southwest Hydro Power Conference

June 13th, 2007



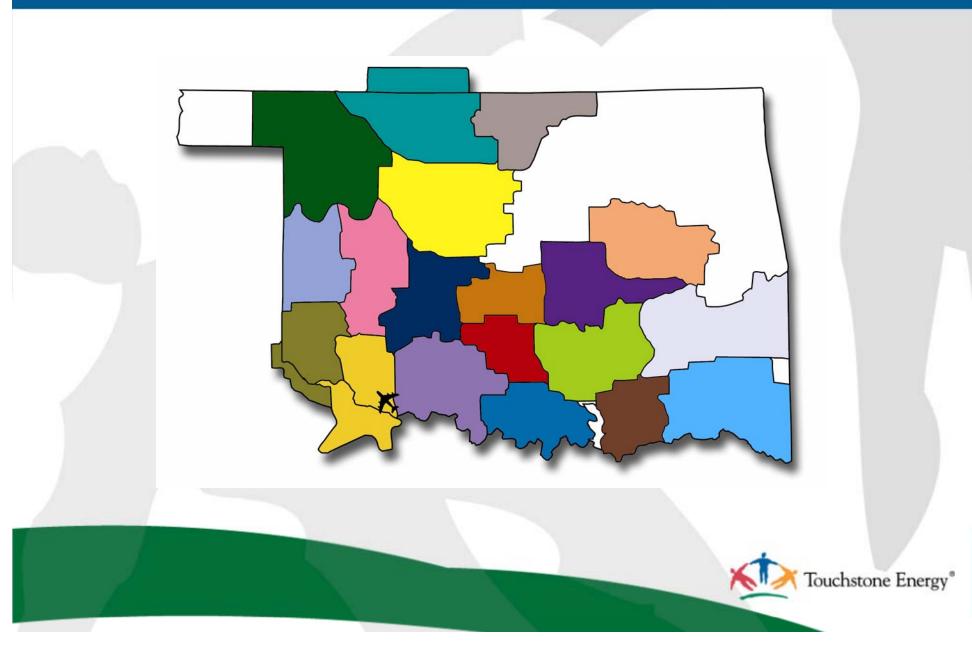
Touchstone Energy®

Western Farmers Electric Cooperative

- Customer Owned Business
- Serving Oklahomans for over 60 Years
- Service Area in Two-Thirds of Oklahoma
- Electric Service Infrastructure Serving 19 Distribution Co-ops, Altus Air Force Base and Providing Wholesale Energy to 6 Municipal Systems – Including Clarksville, AR and Anthony, KS



WFEC'S Service Area



WFEC's Generation Mix

- Owns and Maintain
 - ✓ 3 Generation Plants
 - ✓ 3,500 Miles of Transmission Line
 - ✓ 250 Substations
- Generate more than 1,170 MW
 - ✓Low Cost
 - ✓ High Reliability



WFEC's Generation Mix

- COAL
 - HUGO
 - **500 MW**
- COMBINED CYCLE
 - ANADARKO
 - **300 MW**
- Hydro Allocation
 280 MW

• STEAM

- ANADARKO & MOORELAND
- $420 \ MW$
- OTHER GENERATION
 - GENCO 1 & 2 90 Mw
 - BLUE CANYON WIND FARM – 74 MW
 - SLEEPING BEAR WIND FARM – 20 MW



Hydro Contribution to Mix

- WFEC Budgeted Peaking to Provide 17% of WFEC Capacity – 2006 WFEC Received 92% of Contract Peaking Budgeted
- WFEC Budgeted Supplemental to Provide 9% of WFEC Energy – Supplemental Provided only 16.7% of Budget
- Budget Coal 29% Capacity 45% of WFEC Energy



Drought Thoughts

- Replacement of Supplemental Very Substantial Cost to Members
- WFEC Counts on Supplemental defraying the cost of Peaking Demand Higher Cost
- SWPA performed well during drought with updates and modifications.
- Replacing Either Peaking or Supplimental in a Transmission Constrained Environment would take Multiple Years and Millions of Dollars



QUESTIONS?



SCOTT WILLIAMS C & I MARKETING MANAGER & LEGISLATIVE COORDINATOR 405-247-4563

