



September 1, 2006

Mr. Phil Crissup
Manager, Transmission Planning
Oklahoma Gas and Electric Company

Subject: Network Resource – Redbud Energy Facility
September 1st, 2006– September 30th, 2006

Dear Mr. Crissup,

In accordance with Sections 29 and 30 of the OG&E Company Open Access Tariff, the Power Supply Division of Oklahoma Gas and Electric Company is designating (220) MW of the Redbud Energy Facility in Luther, Oklahoma as a network resource. This resource will be used to serve OG&E native customer load requirements for the period September 1st, 2006 through and including September 30th, 2006. Our understanding is that transmission service from this new resource to the OG&E native load customers is being provided under an implied grandfathered contract per FERC Order 888.

Please contact me if you have questions or if there are other requirements needed to assure transmission service.

Sincerely,

A handwritten signature in black ink, appearing to read "S. K. Holloway", written over a horizontal line.

Steven K Holloway
Director – Operations, Dispatch, and Fuels
Power Supply Division
Oklahoma Gas and Electric Company

Cc: Mel Perkins
Peter Kuebeck ✓
Kim Morphis