

Your letter will be forwarded to the Commissioners and the assigned ALJ and will become part of the formal correspondence file for this application.

FOR FURTHER INFORMATION

You may obtain more information from Sierra Pacific Power by writing to:

ECAC Application
Sierra Pacific Power Company
P.O. Box 10100 Reno, NV 89520

Please refer to Application 06-04-002 Sierra Pacific Power Company. You may review a copy of any of Sierra Pacific Power's applications at our corporate headquarters or our division office:

6100 Neil Road
Reno, NV 89511

7001 National Avenue
Tahoe Vista, CA 96148



California Public Notice



Sierra Pacific Power Notice of Proposed Rate Increase

On April 3, 2006, Sierra Pacific Power Company filed Application 06-04-002 with the California Public Utilities Commission (CPUC) requesting authorization to increase annual revenues by \$11.2 million or 17.5 percent. The purpose of the proposed increase is to recover actual and forecasted fuel and purchased power costs for the period ending August 31, 2007 and not to increase the company's net operating income.

Sierra Pacific Power's application is filed pursuant to its Energy Cost Adjustment Clause (ECAC) tariff. If granted, Sierra Pacific Power's requested increase would become effective, at the earliest, on September 1, 2006 and would result in the following revenue changes by customer class:

| Customer Class | Proposed Price Change |
|--|-----------------------|
| Residential..... | 16.7% |
| Small Commercial (A-1)..... | 16.5% |
| Medium Commercial (A-2) | 18.8% |
| Large Commercial & Industrial (A-3) | 20.5% |
| Irrigation (PA) | 23.7% |
| Street Lighting (SL/OL)..... | 6.0% |
| Total..... | 17.5% |

If approved, Sierra Pacific Power's ECAC request could raise the typical residential monthly bill for a customer using 650 kilowatt hours of electricity by \$13.09, or 17.2 percent.

A copy of this application, testimony, and related exhibits will be furnished to any interested party upon written request. Any questions concerning this notice may be directed to:

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EVIDENTIARY HEARINGS

The CPUC will hold evidentiary hearings on this application on a date yet to be determined. At these hearings the CPUC will receive the testimony of Sierra Pacific Power, the CPUC's Division of Ratepayer Advocates and other interested parties. The public may attend those hearings, but may not participate. However, individuals, groups or organizations may decide to formally intervene in the proceeding as parties. The CPUC's Public Advisor's Office can assist interested groups in becoming an intervenor.

Participants at the hearings may present proposals that differ from those of Sierra Pacific Power. After considering these proposals, the Administrative Law Judge (ALJ) will issue a proposed decision. The actual decision adopted by the Commissioners may differ from what is requested by Sierra Pacific Power in its application, and may result in an increase or decrease in your individual electric rates.

The CPUC welcomes your comments on this application or any other aspect of Sierra Pacific Power's service. All written comments are circulated to the Commissioners, the assigned ALJ and Energy Division staff. To participate in the hearings, submit comments, obtain advice or other information please call or write to:

The Public Advisor
California Public Utilities Commission
505 Van Ness Avenue, Room 2103
San Francisco, CA 94102
(415) 703-2074
(866) 849-8390 (toll free)
TTY (415) 703-5282
TTY (866) 836-7825 (toll free)
Or via e-mail to:
public.advisor@cpuc.ca.gov

To obtain a copy of the Division of Ratepayer Advocates' report when it is available, please write to:

Robert M. Pocta
Division of the Ratepayer Advocates
505 Van Ness Avenue
San Francisco, CA 94102
Or via e-mail to rmp@cpuc.ca.gov