

**NOTICE OF APPLICATION OF
SOUTHWESTERN ELECTRIC POWER COMPANY
TO IMPLEMENT FUEL FACTOR FORMULA**

Southwestern Electric Power Company (SWEPCO) applied to the Public Utility Commission of Texas (Commission) on August 10, 2026, for authority to implement a fuel factor formula for its Texas retail jurisdiction. This application, if granted, will not immediately affect SWEPCO's Texas retail customers that currently pay fixed fuel factors. However, if the Commission approves SWEPCO's proposed formula, the Company will propose new fuel factors derived from the formula in future proceedings, which will affect all SWEPCO Texas retail customers that currently pay fixed fuel factors. The request has no effect on non-fuel base rates.

Pursuant to 16 Tex. Admin. Code § 25.237(a)(1)(B), SWEPCO is proposing a utility-specific fuel factor formula to more closely reflect its actual fuel and purchased power costs. This formula sums the costs of Texas retail jurisdictional fuel and purchased power, net of off system sales, as well as any deferred fuel balance. This sum is divided by forecasted Texas retail sales to produce a volumetric fuel rate.

Persons with questions, or who want more information on SWEPCO's application, may contact SWEPCO at 428 Travis Street, Shreveport, Louisiana 71101, or call toll-free at (888) 216-3523 during normal business hours. A complete copy of this application and related filings are available for inspection at the address listed above or at the following website: <https://www.swepco.com/company/about/rates/tx>.

The Commission has assigned Docket No. 60096 to this proceeding. Persons who wish to intervene or wish to express their comments concerning SWEPCO's application should notify the Commission as soon as possible, as motions to intervene are due by October 16, 2026. A request to intervene or for further information should refer to Docket No. 60096 and should be mailed to the Public Utility Commission of Texas, P.O. Box 13326, Austin, Texas 78711-3326. Further information may also be obtained by calling the Commission at (512) 936-7120, or toll free at 1-888-782-8477. Hearing- and speech-impaired individuals with text telephones (TTY) may contact the Commission at (512) 936-7136 or use Relay Texas (toll free) at 1-800-735-2989.