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June 24, 2003

Public Utility Commission of Texas
Attention: Filing Clerk, Public Utility Commission of Texas
1701 N. Congress Avenue
P.O. Box 13326
Austin, Texas 78711-3326

Re: Generating Capacity Report – Mustang Station 23730

Dear Sir or Madam,

Pursuant to Public Utility Commission of Texas ("PUCT") Substantive Rule §25.91, Denver City Energy Associates, LP ("DCE") submitted to you on March 3, 2003 a Generating Capacity Report for the Mustang Station ("Mustang Station Report"), a generating facility located in Denver City, Texas. DCE is the Operating Agent for Mustang Station, which is jointly owned by DCE and GS Electric Generating Cooperative, Inc. ("GSEGC"). The Mustang Station Report listed the entire installed capacity of Mustang Station.

Based on our review of Substantive Rule §25.91 we became concerned that the Mustang Station Report should have noted more comprehensively the separate ownership interests of DCE and GSEGC (each own a fifty percent undivided ownership interest). We discussed our concerns with Mr. Richard Greffe of the PUCT Staff and it is our understanding that additional detail would be appropriate. The purpose of this letter is describe how GSEGC proposes that the Generating Capacity Report be completed in the future.

The March 3 Mustang Station Report identifies in Table 1, Line 1 482.7 MW of total capacity and in Line 11 a total of 2,849,658 MWh in annual wholesale energy sales. We propose that in the future, DCE report one half of the capacity amount in one Generating Capacity Report and that GSEGC report the other half in a separate Generating Capacity Report. Energy sales by DCEA and GSEGC are based on the actual dispatch of their capacity entitlements, which varies from year to year. Each separate report will list only the energy sold by that entity during the year. Both reports will be submitted under one cover letter to minimize confusion concerning both the quantity of capacity reported and its ownership and control. Based on our conversation with Mr. Greffe, we understand that this approach will best meet the objectives of the PUCT in ensuring complete and accurate reporting in accordance with the Substantive Rule.

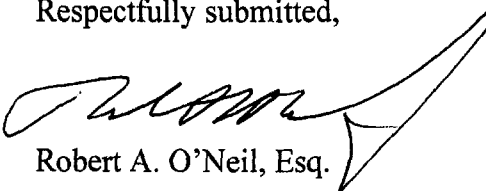
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Please contact me if the Commission prefers that we follow some other approach or if you have any questions.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "R. A. O'Neil", followed by a large, stylized flourish that extends upwards and to the right.

Robert A. O'Neil, Esq.

cc: Robert W. Bryant