



Department of Energy
Western Area Power Administration
Desert Southwest Customer Service Region
P.O. Box 6457
Phoenix, AZ 85005-6457
AUG 30 2007

Dear Parker-Davis Project Customers and Interested Parties:

Western Area Power Administration (Western) held a meeting on June 13, 2007, at the Desert Southwest Region office, to present the proposed power and transmission rates of the Parker-Davis Project for fiscal year (FY) 2008. No changes to the proposed rates occurred as a result of that meeting; therefore, the power and transmission rates for FY 2008 are as follows:

Wholesale Firm Power Service (PD-F6)

Capacity Rate	\$1.45/kW-month
Energy Rate	3.32 mills/kWh
Composite Rate	6.64 mills/kWh

Firm Transmission Service (PD-FT6)

Yearly Rate	\$12.96/kW-year
Monthly Rate	\$ 1.08/kW-month

Firm Transmission Service of Salt Lake City Area Integrated Projects Power (PD-FCT6)

Seasonal Rate	\$6.48/kW-season
Monthly Rate	\$1.08/kW-month

Nonfirm Transmission Service (PD-NFT6)

Hourly Rate	2.47 mills/kWh
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Information concerning the Parker-Davis Project rates is available for review on Western's website at <http://www.wapa.gov/dsw/pwrmt/RateAdjust/Main.htm>. If you have any questions or need additional information, please call Scott Lund at (602) 605-2441 or Jack Murray at (602) 605-2442.

Sincerely,

A handwritten signature in black ink that reads "Deborah K. Emler".

Deborah K. Emler
Assistant Regional Manager
for Federal Power Programs