



**Department of Energy**  
Western Area Power Administration  
Desert Southwest Customer Service Region  
P.O. Box 6457  
Phoenix, AZ 85005-6457  
**NOV 24 2014**

Dear Central Arizona Project 115/230-kV Transmission Service Customers and Interested Parties:

In accordance with Western Area Power Administration (Western) Rate Order No. WAPA-124, Western has reviewed its rate calculation for Central Arizona Project (CAP) 115/230-kV transmission service. The referenced Rate Order established a formula rate which is reviewed annually and modified as necessary, based on updated financial and transmission reservation information. As a result of this review, Western has determined there will be an increase to the existing rate. Effective January 1, 2015, the rates will be as follows:

Firm Transmission Rate (CAP-FT2)  
    \$/kW-year           \$13.56  
    \$/kW-month         \$ 1.13

Nonfirm Transmission Rate (CAP-NFT2)  
                            1.55 mills/kWh

The rate increase for 2015 is due to the costs of necessary replacement of the ED-2 /Saguaro transmission line which is anticipated to be spread over a 5 year period.

Updated data concerning the CAP 115/230-kV transmission rates will be available for review on Western's website at <http://www.wapa.gov/dsw/pwrmt/CAPTRP/CAPTRP.htm>. If you have questions or need additional information, please call Ms. Christina Vides at (602) 605-4478 or Mr. Jack Murray at (602) 605-2442.

Sincerely,

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

Deborah K. Emler  
Vice President of Power Marketing  
for Desert Southwest Region

cc:  
Mr. Terrance J. Fulp  
Regional Director  
Bureau of Reclamation  
Lower Colorado Region  
BCOO-4821  
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