

From: DSW Power Marketing
To: DSW Power Marketing
Date: 7/19/2011 2:41 PM
Subject: Parker-Davis Project Rate Meeting Follow-up
Attachments: PDP Rates Request (878).pdf

Dear Parker-Davis Project Customers and Interested Parties:

At the Parker-Davis Project (P-DP) informal rate meeting, held on June 22, 2011, a customer requested that Western model the FY12 rates assuming certain changes to the Bureau of Reclamation's Ten-Year Operating Plan. Specifically, the requested scenario assumes the costs of the Davis transformer recondition/replacement (line item D878) are moved out beyond the rate window.

The results for that scenario are included in the attached file. This file will also be posted in the FY12 section of the P-DP rates website at:

<http://www.wapa.gov/dsw/pwrmt/RateAdjust/Main.htm>

If you have any questions or require additional information, please contact me at 602-605-2441 or slund@wapa.gov

Sincerely,

Scott R. Lund



Parker-Davis Project Rate Scenario

The following table illustrates the changes to the proposed FY2012 rates if the Bureau of Reclamation's Ten-Year Operating Plan item D878 (Davis Transformer Recondition/Replacement) were moved out beyond the rate window.

	Proposed FY12 Rates	Rates without D878	Change
Firm Transmission (kW-Month)	\$1.08	\$1.07	\$(0.01)
Energy (mills/kWh)	4.24	3.82	(0.42)
Capacity (kW-Month)	\$1.86	\$1.67	\$(0.19)
Firm Power Composite w/o Transmission (mills/kWh)	8.48	7.63	(0.85)