

UNITED STATES DEPARTMENT OF ENERGY
WESTERN AREA POWER ADMINISTRATION
ROCKY MOUNTAIN REGION
Loveland Area Projects

**ANNUAL TRANSMISSION REVENUE REQUIREMENT FOR
NETWORK INTEGRATION TRANSMISSION SERVICE**

Applicable

Transmission Customers will compensate the Rocky Mountain Region (RMR) each month for Network Transmission Service under the applicable Network Integration Service Agreement and annual revenue requirement referred to below. The formula for the annual revenue requirement used to calculate the charges for this service under this schedule was issued and may be modified under applicable Federal laws, regulations, and policies.

RMR may modify the charges for Network Integration Transmission Service upon written notice to the Transmission Customer. Any change to the charges to the Transmission Customer for Network Integration Transmission Service will be listed in a revision to this rate schedule and made part of the applicable service agreement. RMR will charge the Transmission Customer in accordance with the revenue requirement then in effect.

Effective

The first day of the first full billing period beginning on or after March 1, 2004, through February 28, 2009.

**Rate Schedule L-NT1
ATTACHMENT H to Tariff
October 1, 2007**

Formula Rate

$$\text{Monthly Charge} = \text{Transmission Customer's Load-Ratio Share} \times \frac{\text{Revenue Requirement}}{12}$$

If a Transmission Customer requires use of subtransmission facilities, a specific facility use charge will be assessed in addition to this formula rate.

If an existing Transmission Customer elects to retain its Transmission Contract and the contract terms are payment on an energy basis, the capacity-unit rate under the formula rate will be converted to an energy-unit rate based on the individual customer's total load factor.

Rate

The revenue requirement in effect October 1, 2007, through September 30, 2008, is \$39,667,895. This revenue requirement is based on FY 2006 financial and load data.