



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

July 28, 2020

Dear Parker-Davis Project Customers and Interested Parties:

Rate Order No. WAPA-184 for Parker-Davis Project (P-DP) requires annual calculations of the charges for firm electric and transmission services. Western Area Power Administration (WAPA) has calculated the charges for fiscal year (FY) 2021.

These charges include the Bureau of Reclamation's (Reclamation) Ten-Year Plan approved at the Advancement of Funds Funding Board Meeting held on July 16, 2020. To moderate increases to the generation charges, WAPA will level the charge over the five-year rate window and Reclamation replacements will be amortized over their 40-year service life (50 years for irrigation assets).

To moderate increases to the transmission charges, WAPA will level the charge over the five-year rate window and defer the FY 2021 principal payment as presented and discussed at the rate meeting on July 9, 2020. Although the deferral of principal will result in minor increases in interest costs, it will not materially affect the repayment of the project.

The firm electric and transmission service charges for FY 2021 are as follows:

Energy and Capacity Components of Firm Electric Service (PD-F7)

Capacity	\$2.99/kW-Month
Energy	6.84 mills/kWh
Composite	13.67 mills/kWh

Long-Term Firm Point-to-Point Transmission Service (PD-FT7)

Yearly	\$20.64/kW-Year
Monthly	\$ 1.72/kW-Month

Short-Term Firm Point-to-Point Transmission Service (PD-FT7)

Monthly	\$1.72/kW-Month
Weekly	\$0.3969/kW-Week
Daily	\$0.0565/kW-Day
Hourly	2.36 mills/kWh

Non-Firm Transmission Service (PD-NFT7)

Hourly	2.36 mills/kWh
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Firm Transmission Service of Salt Lake City Area Integrated Projects Power (PD-FCT7)

Seasonal	\$10.32/kW-season
Monthly	\$1.72/kW-month

Information on the P-DP charges is available for review on WAPA's website at <https://www.wapa.gov/regions/DSW/Rates/Pages/parker-davis-rates.aspx>.

If you have any questions or need additional information, please contact Florence Brooks at (602) 605-2479, brooks@wapa.gov.

Sincerely,

Jimmy Kendrick
Vice President of Power Marketing
for Desert Southwest Region