

RMR
Rate Extension
WAPA-196
and
Minor Rate Adjustment
WAPA-197
Overview

Transmission, Ancillary Services, and Losses Formula Rates

- RMR's rates for transmission, ancillary services, and losses were approved for the period of October 1, 2016 - September 30, 2021
 - Transmission and Unreserved Use
 - Scheduling, System Control, and Dispatch
 - Reactive Supply and Voltage Control
 - Regulation and Frequency Response
 - Spinning and Supplemental Reserves
 - *Energy and Generator Imbalance*
 - *Transmission Losses*
- For the WEIS Market, RMR implemented revised/new rates under the Administrator's short-term rate authority – for the period of February 1, 2021 - September 30, 2021
 - Energy and Generator Imbalance (Superseded existing schedule)
 - BA Real Power Losses (Superseded existing schedule)
 - Joint Dispatch Transmission (New schedule)

Transmission, Ancillary Services, and Losses Formula Rates

- All rates expire September 30, 2021
- Due to the expedited timing of the WEIS Market creation, there is not sufficient time between now and the expiration of the existing rates to explore and implement potential changes
- RMR will likely be in discussions with stakeholders regarding completely different rate methodologies and business practices that would be necessary pending the potential implementation of an RTO by spring/winter 2024
- It is in WAPA's best interest to implement unchanged long-term rates to use under the WEIS Market and extend the remaining existing 5-year rates, both for a 3-year period ending September 30, 2024
- This approach will be taken rather than conducting a 1-year, or even 2-year rate implementation processes while expending internal resources, as well as stakeholder resources, to discuss and implement modifications under the WEIS Market by Oct. 2022 or Oct. 2023, to potentially only turn around and expend additional resources to discuss and implement different rate methodologies and business practices for spring/winter 2024.

Transmission, Ancillary Services, and Losses Formula Rates

- RMR is preparing rate adjustment documents
 - minor rate adjustment to put long-term rates for RMR to use under the WEIS Market (JDTS, EI/GI, Losses) in place for a 3-year period effective October 1, 2021
 - 3-year rate extension for the remaining 5-year transmission and ancillary services rates effective October 1, 2021
- Postponing further project planning and discussions regarding new 5-year rates for transmission, ancillary services, and losses pending the outcome of RTO discussions

Transmission, Ancillary Services, and Losses Formula Rates

- Anticipate publishing Rate Proposals in the Federal Register at end of April 2021
 - Published FRNs will be emailed to customers and posted to RMR's Rates website
 - Rate Brochure will be posted on RMR's Rates website
- 30-day Comment Periods begin on date of publication
 - RMR will accept written comments any time during this 30-day timeframe

Transmission, Ancillary Services, and Losses Formula Rates

- After close of Comment Periods, RMR will consider all comments received and prepare Rate Orders for approval NLT September 1, 2021
 - As of July 2020, the authority to confirm, approve, and place into effect (on an interim basis) power and transmission rates was delegated to the WAPA Administrator
- Once approved, Rate Orders will be published in the Federal Register and forwarded to FERC for final approval
 - Published Rate Orders will be emailed to customers and posted to RMR Rates website

Information pertaining to the RMR Transmission, Ancillary Services, and Losses Formula Rate Adjustments will be posted on the RMR Rates website as it becomes available.

Please check back periodically for current information regarding these rate adjustments.