



Department of Energy
Western Area Power Administration
Sierra Nevada Customer Service Region
114 Parkshore Drive
Folsom, California 95630-4710

SEP 19 2012

See Distribution List

To Central Valley Project Interconnected Customers and Interested Parties:

The Western Area Power Administration (Western) would like to inform its customers that the Regulation and Frequency Response rate will remain unchanged at \$3.98 per kilowatt-month (kW-Month) effective October 1, 2012.

Under Rate Order No. WAPA-156, Rate Schedule CV-RFS4, Western will revise the rate when either of the following conditions occurs: (a) Western receives updated financial data in March of each year; or (b) a change in the numerator or denominator that results in a rate change of at least \$ 0.25 per kW-Month. Based on updated financial and operational data through August 2012, the change in the Regulation rate did not meet the threshold, therefore the rate remained unchanged.

The new rate and revenue requirement is listed in the table below.

Applicable Rate Schedule CV-RFS4	<u>New Rate</u> Effective October 1, 2012	<u>Old Rate</u> April 1, 2012 – September 30, 2012
Service/Rate Type	Rate or Revenue Requirement	Rate or Revenue Requirement
Regulation and Frequency Response	\$3.98/kW-Month	\$3.98/kW-Month
Annual Revenue Requirement	\$1,290,945	\$1,290,945

If you have any questions regarding the above information, please contact Ms. Jennifer Henn at (916) 353-4686 or by e-mail at jhenn@wapa.gov.

Sincerely,

ORIGINAL SIGNED BY

Regina Rieger
Rates Manager