

BOULDER CANYON PROJECT

FY 2023 FORMULA RATES AND BASE CHARGE

Comments and Responses

The below comments have been paraphrased or consolidated, where appropriate, without compromising the meaning.

If Boulder Canyon Project (BCP) Renewable Energy Certificates (RECs) for 2021 were previously claimed and transferred within the Western Renewable Energy Generation Information System (WREGIS), what are the options to transfer those back to the project to lower the base charge? (Joseph Stubitz – City of Boulder City at Public Information Forum)

Previously claimed RECs for 2021 can be transferred back to Western Area Power Administration (WAPA). Based on the REC agreement between WAPA and the City of Boulder City, the City of Boulder City will be responsible for any costs associated with the transfer including WREGIS fees and WAPA labor costs.

If you would like to transfer the RECs back to WAPA or have additional REC questions, please email dswcontracts@wapa.gov, or contact Patricia Weeks, Contracts and Energy Services Manager, at (602) 605-2594.

Has WAPA looked at the option of providing REC revenues to the contractors that provide the RECs, versus returning revenues to the project? (Ken Saline – Augustine Tribe of Cahuilla Indians at Public Information Forum)

WAPA appreciates the question and the concern expressed that all BCP contractors are receiving the benefits compared to only those BCP contractors unable to claim their RECs. WAPA will discuss with BCP contractors options to directly provide benefits to those BCP contractors who do not claim their RECs in the future.

Can WAPA exclude the \$800,000 for RECs from the calculation of the fiscal year (FY) 2023 base charge and find a way to monetize the benefits of the REC, with the benefits going to the specific contractors? (Russell Smolden – Arizona Municipal Power User's Association and Ed Gerak – Irrigation & Electrical Districts Association of Arizona via letter)

WAPA took this comment into consideration and felt further discussions were needed on how future REC revenues would be applied. \$800,000 for the FY 2022 REC revenue projection included in the FY 2023 base charge calculation has been removed. WAPA will work with the BCP contractors and discuss options to directly provide benefits to those BCP contractors who do not claim their RECs in the future.