



Department of Energy
Western Area Power Administration
Rocky Mountain Customer Service Region
P.O. Box 3700
Loveland, CO 80539-3003

Dear Firm Electric Service Customer:

Western Area Power Administration (WAPA) rate schedule, placed into effect January 1, 2018, under Rate Order No. WAPA-179, states WAPA will complete an annual drought adder review for the Loveland Area Projects (Pick-Sloan Missouri Basin Program--Western Division and Fryingpan-Arkansas Project) (LAP) firm electric service rate. As noted in our June 11, 2021, letter regarding our annual review process, WAPA reviewed the Drought Adder component and provided notice to our customers of no estimated change to the Drought Adder component charge for 2022. In October, WAPA completes the annual review process and makes a final determination of any change to the Drought Adder component charge for the coming year.

This letter is to provide notice to our customers that WAPA has completed its annual review of the Drought Adder component and determined the Drought Adder component charge of the LAP firm electric service rate will remain at zero for the coming year beginning January 2022.

LAP Firm Electric Capacity and Energy rates for January 1, 2022, are as follows:

	Capacity (\$/kW month)	Energy (mills/kWh)	Est. Change
Base Components	\$4.12	15.72	--
Drought Adder Components	\$0.00	0.00	--
Total LAP Rates	\$4.12	15.72	--

Please note, our current rate schedule expires December 31, 2022. WAPA will be initiating a public process in early 2022 to replace our expiring rate schedule. Public meeting information will be posted on our website when information is available. Information concerning LAP firm electric service rates is posted online at <https://www.wapa.gov/regions/RM/rates/Pages/rates.aspx>. If you have any questions concerning this notice, or the firm electric service calculation, please telephone Sheila D. Cook, Rocky Mountain Region Rates Manager at (970) 685-9562 or scook@wapa.gov.

Sincerely,

David Neumayer
Vice President of Power Marketing
Rocky Mountain Region