



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:

The Rocky Mountain Region's (RMR) Loveland Area Projects (Pick-Sloan Missouri Basin Program--Western Division and Fryingpan-Arkansas Project) (LAP) firm electric service rate schedule, placed into effect January 1, 2018, under Rate Order No. WAPA-179, provides for an annual drought adder review process. Notice of any estimated change is provided in early summer, followed by a notice of the final determination in October.

As noted in our June 30, 2022, annual drought adder review process notice, RMR initiated a rate adjustment process with the publication of the Notice of Proposed Rates for LAP firm electric service and sale of surplus products – Rate Order No. WAPA-202 in the Federal Register on May 25, 2022. Through this rate adjustment process, RMR proposed increasing LAP's drought adder component, effective January 1, 2023.

RMR is using this letter to notify customers, as prescribed in the annual drought adder review process, that no additional change will be made to the LAP drought adder component for January 2023, other than what is proposed in Rate Order No. WAPA-202. The final rate order is expected to be published in late November/early December 2022 and will include the final drought adder component for January 2023, as well as the new rate schedules. Information concerning the LAP rate adjustment is posted on our website at www.wapa.gov/regions/RM/rates/Pages/2023-Rate-Adjustment---Firm-Power.aspx.

Additional information regarding LAP firm electric service rates can be found at www.wapa.gov/regions/RM/rates/Pages/rates.aspx. If you have any questions concerning this notice, please contact me at (970) 685-9562 or scook@wapa.gov.

Sincerely,

Sheila D. Cook
Rates Manager
Rocky Mountain Region