

Regulation and Frequency Response Service (DSW-FR4) Calculation of Fiscal Year 2026 Charge

Effective October 1, 2025

Regulation Service Rate	=	$\frac{\text{Annual Revenue Requirement for Regulation}}{\text{Load within WALC Requiring Regulation + Renewable Factors}}$
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- **Numerator:** The Annual Revenue Requirement for Regulation Service includes the annual costs associated with plant-in-service, operation and maintenance, purchases of regulation products, purchases of power to support WALC's ability to regulate, and other related costs involved in providing the service.
- **Denominator:** Represents the load within WALC requiring this service plus the Renewable Factors. The Renewable Factors are the product of the installed nameplate capacity of solar generators serving load within WALC multiplied by the solar capacity multiplier plus the wind generators serving load within WALC multiplied by the applicable wind capacity multipliers. The Renewable Factors are currently zero.

Annual Revenue Requirement for Regulation

Hoover Capacity Required		50 MW		
FY 2026 Hoover Capacity Rate	x	\$27,240 / MW-Yr		
Cost of Hoover Capacity		\$1,362,000		
Purchases in Support of Regulation	+	\$495,475		
		Total		\$1,857,475

Total Load and Variable Energy Resources

Load within WALC that Requires Regulation		1,500,802 kW		
Installed Nameplate Capacity of Variable Energy Resources Servicing Load within WALC	+	0 kW		
Capacity Multipliers for Variable Energy Resources	x	1.00		
		Total		1,500,802 kW

Calculated Service Charges

\$1.24 /kW-Year
\$.103 /kW-Month
\$.024 /kW-Week
\$.003 /kW-Day
.141 Mills/kWh