From: <u>DSW-PowerMarketing</u>

**Subject:** Central Arizona Project 2023 Rate Notification **Date:** Wednesday, December 21, 2022 9:33:55 AM

Dear Central Arizona Project Customers and Interested Parties:

Western Area Power Administration (WAPA) has calculated the calendar year (CY) 2023 charges for Central Arizona Project (CAP) point-to-point transmission service. WAPA has also calculated the revenue requirement for network integration transmission service (Network). Under Rate Order No. WAPA-193, the charges and transmission revenue requirement are calculated annually based on updated financial and reservation information. The following transmission service charges remain unchanged from CY 2022 and become effective on January 1, 2023.

Long-Term Firm Point-to-Point Transmission Service (CAP-FT3)

Yearly \$21.00 /kW-Year

Monthly \$1.75 /kW-Month

Short-Term Firm Point-to Point Transmission Service (CAP-FT3)

Monthly \$1.75 /kW-Month

Weekly \$0.40 /kW-Week

Daily \$0.06 /kW-Day

Hourly 2.40 mills/kWh

Nonfirm Transmission Service (CAP-NFT3)

Hourly 2.40 mills/kWh

Network Integration Transmission Service (CAP-NITS3)

Revenue Requirement \$14,279,860

<sup>&</sup>lt;sup>1</sup>The monthly charge is the product of the Network customer's load-ratio share times one-twelfth of the annual transmission revenue requirement.

Information concerning these charges and revenue requirement is available for review on WAPA's website at <a href="https://www.wapa.gov/regions/DSW/Rates/Pages/central-arizona-rates.aspx">https://www.wapa.gov/regions/DSW/Rates/Pages/central-arizona-rates.aspx</a>.

If you have questions or need additional information, please contact Tina Ramsey at (602) 6052565, <a href="mailto:ramsey@wapa.gov">ramsey@wapa.gov</a>.

Sincerely,

## Jimmy Kendrick | Vice President of Power Marketing

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