



August 24, 2006

*Sent via e-mail*

**AESO Stakeholders**  
AESO 2007 Tariff Consultation

Dear Stakeholder:

Re: **AESO 2007 Tariff Consultation — Update**

On July 27, 2006, the AESO explained it was extending the consultation period for and delaying the filing of its 2007 General Tariff Application (GTA). This letter provides an update on consultation activities since that date.

The AESO has received additional written comments from several stakeholders and is in the process of meeting with those stakeholders to further discuss their comments. The AESO expects that the comments received will be posted on the AESO website after these individual stakeholder meetings are concluded. The AESO invites any stakeholder who has not yet done so to submit additional comments on the tariff proposals distributed on July 21, 2006, and remains available to meet with stakeholders for individual discussion on request.

In response to stakeholder comments, the AESO is also completing additional work for its 2007 GTA.

- (a) An additional year of data will be added to the bulk system coincidence analysis completed as part of the *2006 Transmission Cost Causation Update*, to further test the conclusions based on 2005 data.
- (b) The AESO is investigating the retention of an external consultant to assess the methodology of the cost causation study included in the AESO's 2006 GTA and updated for the AESO's 2007 GTA.
- (c) The AESO is reviewing other matters raised by stakeholders and will incorporate findings in the draft application which will be distributed for comment in September.

As these matters have taken more time than expected, and as some meetings with individual stakeholders could not be accommodated until September, the AESO expects the schedule proposed in its July 27 letter will be delayed by one week, as follows:

- Wed, Sep 13 An updated, complete draft of the Phase II application will be distributed.

- Wed, Sep 20 We will hold a meeting to review the draft application and discuss stakeholder concerns that have been raised.
- Wed, Oct 11 Stakeholders to provide written comments on the draft application.
- Late October AESO to file Application.

Please provide any further comments you have by e-mail to both [john.martin@aeso.ca](mailto:john.martin@aeso.ca) and [heidi.kirrmaier@aeso.ca](mailto:heidi.kirrmaier@aeso.ca). If you have questions on the 2007 tariff consultation, please contact me at (403) 539-2751 or John at (403) 539-2465.

All information on the 2007 tariff consultation is available on the AESO's website at [www.aeso.ca](http://www.aeso.ca) by following the paths:

- Tariff ► Current Consultations ► 2007 Rates, and
- Tariff ► Current Consultations ► 2007 Terms & Conditions.

Sincerely,

*[original signed by]*

Heidi Kirrmaier  
Vice President, Regulatory

cc: John Martin, Manager, Regulatory, AESO  
Ed Hucman, Manager, Regulatory, AESO