



July 15, 2009

Submitted via AUC Digital Data Submission (DDS) System

Alberta Utilities Commission
Utilities Division, Calgary Office
Fifth Avenue Place
400, 425 – 1st Street SW
Calgary, Alberta
T2P 3L8

Attention: Jay Halls, Application Officer

Dear Jay:

Re: **AESO Compliance With AUC Order in Decision 2009-074 on the AESO 2008 Deferral Account Reconciliation Interim Settlement Application No. 1604888 and Proceeding ID 177**

- 1 As ordered in the above-noted decision, the Alberta Electric System Operator (“AESO”) advises the Alberta Utilities Commission (“AUC”) that it has completed the interim settlement of the deferral account balances set out in the 2008 Deferral Account Reconciliation (“DAR”) Application.
- 2 The AESO filed its 2008 DAR Application on April 9, 2009, including a request for approval for immediate interim settlement of the deferral account amounts included in the application. In Decision 2009-074 (paragraph 16), released on June 3, 2009, the AUC approved the interim settlement and included the following order:
- (2) *The AESO shall notify the Commission when the interim settlement has been completed.*
- 3 In accordance with the approval for interim settlement in Decision 2009-074, the AESO included the deferral account customer amounts in the settlement process that occurred in June 2009, as follows.
- 4 (1) Deferral account amounts were included with preliminary billing information distributed to customers on June 5, 2009.
- 5 (2) Deferral account amounts were also included on final statements issued to customers on June 19, 2009.
- 6 (3) Amounts were financially settled with customers on June 26, 2009.

7 All deferral account amounts included in the 2008 DAR Application have now been settled with customers.

8 As discussed by the AUC in Decision 2009-074 (paragraphs 13-15), this settlement also completes compliance with the following order in Decision 2009-010 (page 14) on the AESO 2004-2007 Deferral Account Reconciliation Application (Application No. 1574594 and Proceeding ID 60):

- (3) *The AESO's proposal for a redistribution related to interest is not approved, and as a result, the AESO shall:*
 - (a) *recalculate its deferral account allocation to customers to remove the redistribution related to interest;*
 - (b) *refund or collect, as the case may be, the difference in amounts awarded to customers in Order U2008-253 and amounts recalculated as a result of removing its proposal for redistribution related to interest as ordered in Order (3)(a) of this Decision; and*
 - (c) *notify the Commission when the refund or collections, as the case may be, ordered in Order 3(b) of this Decision, have been completed.*

9 Amounts to be refunded or collected from customers as a result of the removal of the proposed interest redistribution were included in the 2008 DAR Application as permitted by the AUC's letter of February 24, 2009, on the 2004-2007 DAR Application. Such amounts have therefore been refunded or collected from customers as part of the interim settlement discussed above.

10 If you need any additional information related to this compliance notice, please contact me at 403-539-2465 in Calgary or by email to john.martin@aeso.ca.

Yours truly,

[original signed by]

John Martin
Director, Tariff Applications

cc: Heidi Kirrmaier, Vice-President, Regulatory, AESO
Carol Moline, Director, Accounting & Treasury, AESO