

Alberta Electric System Operator
2009 Deferral Account Reconciliation Application

2004 Balance Sheet Reconciliation to Deferral Balances

	2004-2007 Deferral Account Application		2008 Deferral Account Application		2009 Deferral Account Application
1 December 31, 2003 Deferral Balance	\$ 40.2		\$ 40.2		\$ 40.2
2 2004 Production Based Transmission Revenue	\$ (757.8)		\$ (757.9)		\$ (757.9)
3 2004 Production Based Transmission Expenses	691.1		691.0		691.3
4 2004 Rider C Refund	28.3	\$ (38.4)	28.3	\$ (38.5)	28.3
5 Sub-Total	\$ 1.7		\$ 1.6		\$ 1.9
6 Deferral Account Adjustments	(31.8)		(31.7)		(32.0)
7 December 31, 2004 Deferral Balance	<u>\$ (30.1)</u>		<u>\$ (30.1)</u>		<u>\$ (30.1)</u>

Notes:

- 2 2004-2007 Deferral Account Application Table 2-4 / 2008 Deferral Account Application Table 2-5 / 2009 Deferral Account Application Table 2-2
3 2004-2007 Deferral Account Application Table 2-4 / 2008 Deferral Account Application Table 2-5 / 2009 Deferral Account Application Table 2-2
4 2004-2007 Deferral Account Application, Appendix E-2 / 2008 Deferral Account Application, Appendix E-2 / 2009 Deferral Account Application, Appendix E-2
Income Statement Adjustments to Determine Deferrals Based on Production Year:

	2004-2007 Deferral Account Application		2008 Deferral Account Application		2009 Deferral Account Application
Miscellaneous adjustments to determine production year revenue from income statement revenue:	(3.6)		(3.5)		(3.5)
Miscellaneous adjustments to determine production year expenses from income statement expenses:	(28.7)		(28.6)		(28.9)
Permanent difference between financial statement and deferral balance due to AESO consolidation - subsequent correction in 2004	0.5		0.5		0.5
6 Total Deferral Account Adjustments (Agrees to Appendix B details)	<u>\$ (31.8)</u>		<u>\$ (31.7)</u>		<u>\$ (32.0)</u>
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Numbers may not add due to rounding

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2006 Balance Sheet Reconciliation to Deferral Balances

	2004-2007 Deferral Account Application		2008 Deferral Account Application		2009 Deferral Account Application
1 December 31, 2005 Deferral Balance	\$ (11.3)		\$ (11.3)		\$ (11.3)
2 2006 Production Based Transmission Revenue	\$ (700.6)		\$ (700.6)		\$ (700.6)
3 2006 Production Based Transmission Expenses	704.3		702.3		700.9
4 2006 Losses Revenue	(250.1)		(250.1)		(250.1)
5 2006 Losses Costs	219.1		219.1		218.4
6 2006 Rider Refund	10.2	\$ (17.1)	10.2	\$ (19.1)	10.2
7 Sub-Total	<u>\$ (28.4)</u>		<u>\$ (30.4)</u>		<u>\$ (32.6)</u>
8 Deferral Account Adjustments	24.1		26.2		28.4
9 December 31, 2006 Deferral Balance	<u><u>\$ (4.3)</u></u>		<u><u>\$ (4.3)</u></u>		<u><u>\$ (4.3)</u></u>

Notes:

- 2 2004-2007 Deferral Account Application Table 2-4 / 2008 Deferral Account Application Table 2-5 / 2009 Deferral Account Application Table 2-2
- 3 2004-2007 Deferral Account Application Table 2-4 / 2008 Deferral Account Application Table 2-5 / 2009 Deferral Account Application Table 2-2
- 4 Agrees to the monthly Deferral Account Summary posted on the AESO's website following the path
Transmission ► Settlement ► Transmission Deferral Accounts for the data cut-off dates for the
applications being March 31, 2008 for the 2004-2007 DAR, December 31, 2008 for the 2008 DAR, and December 31, 2009 for the 2009 DAR
- 5 Agrees to the monthly Deferral Account Summary posted on the AESO's website following the path
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applications being March 31, 2008 for the 2004-2007 DAR, December 31, 2008 for the 2008 DAR, and December 31, 2009 for the 2009 DAR
- 6 2004-2007 Deferral Account Application, Appendix E-2 / 2008 Deferral Account Application, Appendix E-2 / 2009 Deferral Account Application, Appendix E-2
Income Statement Adjustments to Determine Deferrals Based on Production Year:

	2004-2007 Deferral Account Application	2008 Deferral Account Application	2009 Deferral Account Application
Miscellaneous adjustments to determine production year revenue from income statement revenue:	\$ 0.5	\$ 0.5	\$ 0.5
Miscellaneous adjustments to determine production year expenses from income statement expenses:	23.6	25.6	27.8
8 Total Deferral Account Adjustments (Agrees to Appendix B details)	<u>\$ 24.1</u>	<u>\$ 26.2</u>	<u>\$ 28.4</u>

- 9 AESO 2006 Annual Report - page 58 Note 7 of 2006 Audited Financial Statements
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2007 Balance Sheet Reconciliation to Deferral Balances

	2004-2007 Deferral Account Application		2008 Deferral Account Application		2009 Deferral Account Application
1 December 31, 2006 Deferral Balance	\$ (4.3)		\$ (4.3)		\$ (4.3)
2 2007 Production Based Transmission Revenue	\$ (685.6)	\$	(685.5)	\$	(685.2)
3 2007 Production Based Transmission Expenses	741.7		743.0		739.3
4 2007 Losses Revenue	(205.0)		(205.0)		(205.0)
5 2007 Losses Costs	190.2		188.6		188.7
6 2007 Rider Collection	(66.5)	\$	(66.5)	\$	(66.5)
7 Sub-Total	<u>(29.4)</u>		<u>(29.6)</u>		<u>(33.0)</u>
8 Deferral Account Adjustments	(21.2)		(21.1)		(17.7)
9 December 31, 2007 Deferral Balance	<u><u>(50.7)</u></u>		<u><u>(50.7)</u></u>		<u><u>(50.7)</u></u>

Notes:

- 2 2004-2007 Deferral Account Application Table 2-4 / 2008 Deferral Account Application Table 2-5 / 2009 Deferral Account Application Table 2-2
- 3 2004-2007 Deferral Account Application Table 2-4 / 2008 Deferral Account Application Table 2-5 / 2009 Deferral Account Application Table 2-2
- 4 Agrees to the monthly Deferral Account Summary posted on the AESO's website following the path
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- 6 2004-2007 Deferral Account Application, Appendix E-2 / 2008 Deferral Account Application, Appendix E-2 / 2009 Deferral Account Application, Appendix E-2
Income Statement Adjustments to Determine Deferrals Based on Production Year:

	2004-2007 Deferral Account Application		2008 Deferral Account Application		2009 Deferral Account Application
Miscellaneous adjustments to determine production year revenue from income statement revenue:	\$ 0.7		\$ 0.6		\$ 0.3
Miscellaneous adjustments to determine production year expenses from income statement expenses:	<u>(21.9)</u>		<u>(21.7)</u>		<u>(18.0)</u>
8 Total Deferral Account Adjustments (Agrees to Appendix B details)	<u><u>(21.2)</u></u>		<u><u>(21.1)</u></u>		<u><u>(17.7)</u></u>

- 9 AESO 2007 Annual Report - page 68 Note 8 of 2007 Audited Financial Statements
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2008 Balance Sheet Reconciliation to Deferral Balances

		2008 Deferral Account Application		2009 Deferral Account Application
1	December 31, 2007 Deferral Balance		\$ (50.7)	
2	2008 Production Based Transmission Revenue	\$ (738.1)		\$ (737.2)
3	2008 Production Based Transmission Expenses	876.3		880.2
4	2008 Losses Revenue	(237.6)		(237.6)
5	2008 Losses Costs	234.5		236.2
6	2008 Rider Collection	(107.7)		(107.7)
7	2004-2007 DAR Application Settlement	51.1	\$ 78.4	51.1
8	Sub-Total		<u>\$ 27.8</u>	<u>\$ 34.2</u>
9	Deferral Account Adjustments		(17.1)	(23.5)
10	December 31, 2008 Deferral Balance		<u><u>\$ 10.7</u></u>	<u><u>\$ 10.7</u></u>

Notes:

- 2 2008 Deferral Account Application Table 2-5 / 2009 Deferral Account Application Table 2-2
- 3 2008 Deferral Account Application Table 2-5 / 2009 Deferral Account Application Table 2-2
- 4 Agrees to the monthly Deferral Account Summary posted on the AESO's website following the path
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applications being December 31, 2008 for the 2008 DAR and December 31, 2009 for the 2009 DAR
- 5 Agrees to the monthly Deferral Account Summary posted on the AESO's website following the path
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applications being December 31, 2008 for the 2008 DAR and December 31, 2009 for the 2009 DAR
- 6 2008 Deferral Account Application, Appendix E-2 - Rider Reconciliation
- 7 Agrees to 2004-2007 Deferral Application Table 2-4

Income Statement Adjustments to Determine Deferrals Based on Production Year:

		2008 Deferral Account Application		2009 Deferral Account Application
	Miscellaneous adjustments to determine production year revenue from income statement revenue:	\$ (0.5)		\$ (1.3)
	Miscellaneous adjustments to determine production year expenses from income statement expenses:	(16.6)		(22.2)
9	Total Deferral Account Adjustments (Agrees to Appendix B details)		<u>\$ (17.1)</u>	<u>\$ (23.5)</u>
10	AESO 2008 Annual Report - page 88 Note 8 of 2008 Audited Financial Statements <i>Numbers may not add due to rounding</i>			

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2009 Balance Sheet Reconciliation to Deferral Balances

				2009 Deferral Account Application
1	December 31, 2008 Deferral Balance			\$ 10.7
2	2009 Production Based Transmission Revenue	\$ (680.3)		
3	2009 Production Based Transmission Expenses	775.1		
4	2009 Losses Revenue	(126.2)		
5	2009 Losses Costs	122.0		
6	2009 Rider Collection	(95.5)		
7	2008 DAR Application Settlement	(6.4)	\$	(11.3)
8	Sub-Total		\$	(0.6)
9	Deferral Account Adjustments			0.5
10	December 31, 2009 Deferral Balance		\$	<u>(0.1)</u>

Notes:

- 2 2009 Deferral Account Application Table 2-2
- 3 2009 Deferral Account Application Table 2-2
- 4 Agrees to the monthly Deferral Account Summary posted on the AESO's website following the path
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December 31, 2009 for the 2009 DAR.
- 5 Agrees to the monthly Deferral Account Summary posted on the AESO's website following the path
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December 31, 2009 for the 2009 DAR.
- 6 2009 Deferral Account Application, Appendix E-2 - Rider Reconciliation
- 7 Agrees to 2008 Deferral Application Table 2-5

Income Statement Adjustments to Determine Deferrals Based on Production Year:

			2009 Deferral Account Application
	Miscellaneous adjustments to determine production year revenue from income statement revenue:	\$	1.1
	Miscellaneous adjustments to determine production year expenses from income statement expenses:		(0.6)
9	Total Deferral Account Adjustments (Agrees to Appendix B details)	\$	<u>0.5</u>
10	AESO 2009 Annual Report - page 53 Note 9 of 2009 Audited Financial Statements		

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