



May 19, 2010

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

Dear sir or madam:

**Re: AESO 2010 Balancing Pool Consumer Allocation Rider F Amendment Application**

- 1 On May 11, 2010 the Balancing Pool notified the Alberta Electric System Operator (“AESO”) of an amended annualized positive amount of \$165.0 million to be reflected in the AESO’s rates under sections 30 and 82 of the *Electric Utilities Act* (“Act”). The Balancing Pool may amend the annualized amount under subsections 82(2) and 82(3) of the Act.
- 2 The Balancing Pool has accordingly requested that the amount paid to AESO customers through Balancing Pool Consumer Allocation Rider F be reduced to \$2.00/MWh, effective July 1, 2010. A copy of the Balancing Pool’s letter providing the notice is attached. The Balancing Pool’s notice complies with the requirements of subsection 82(4) of the Act.
- 3 The AESO’s current Rider F was approved as a \$4.00/MWh credit by the Alberta Utilities Commission (“Commission”) in Decision 2009-239 for 2010 consumption. No parties intervened in that proceeding, and no objections were received in any of the AESO’s previous Rider F applications.
- 4 The AESO accepts the Balancing Pool’s recommendation that the amended annualized amount be refunded as a \$2.00/MWh credit effective from July 1, 2010 to December 31, 2010. The amount forecast to be refunded is summarized below, based on forecast metered energy under Rates DTS and DOS (excluding the City of Medicine Hat and BC Hydro at Fort Nelson) as filed in the AESO’s 2010 ISO tariff application (Application No. 1605961 and Proceeding ID 530).

Period	Credit, \$/MWh	Metered Energy, GWh	Amount, \$ 000 000
Jan-Jun 2010	\$4.00/MWh	27,454.1	\$109.8
Jul-Dec 2010	\$2.00/MWh	28,403.6	56.8
Total	—	55,857.7	\$166.6

- 5 Other aspects of Rider F, including applicability criteria, would continue unchanged. The AESO notes that the City of Medicine Hat and BC Hydro at Fort Nelson are ineligible for Rider F according to Alberta Energy and Utilities Board Order U2006-307.
- 6 The AESO therefore requests approval by the Commission pursuant to subsection 82(6) of the Act for an amendment to the Balancing Pool Consumer Allocation Rider F to provide all Demand Transmission Service (DTS) and Demand Opportunity Service (DOS) customers, with the exceptions of the City of Medicine Hat and BC Hydro at Fort Nelson, with:
- (a) a \$4.00/MWh credit for consumption from January 1 through June 30, 2010; and
  - (b) a \$2.00/MWh credit for consumption from July 1 through December 31, 2010, inclusive.
- 7 A proposed amended Rider F schedule is attached.
- 8 As this application is a simple revision to the level of Rider F and complies with relevant legislation, the AESO requests that the Commission deal with this application through an expedited process.
- 9 Please direct all correspondence relating to this application to:

John Martin  
Director, Tariff Applications  
Alberta Electric System Operator  
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Calgary, Alberta T2P 0L4  
Phone: 403-539-2465  
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- 10 If you have any questions on this application or need additional information, please contact me at 403-539-2465 or by e-mail to john.martin@aeso.ca.

Yours truly,

*[original signed by]*

John Martin  
Director, Tariff Applications

attachments

cc: Heidi Kirrmaier, Vice-President, Regulatory, AESO  
Raj Sharma, Senior Tariff Analyst, AESO  
April Walters, Executive Assistant, Regulatory, AESO



**Rider F**                      **Balancing Pool Consumer Allocation Rider**                      Page 1 of 1

**Purpose:**                      To collect from or refund to AESO Customers an annualized amount estimated by the Balancing Pool and transferred to the AESO under section 82 of the *Electric Utilities Act*.

**Applicable to:**              Customers receiving service under the following Rate Schedules:

- DTS, with the exception of the City of Medicine Hat
- DOS, with the exceptions of the City of Medicine Hat and BC Hydro at Fort Nelson

**Effective:**                      The rider is effective for all Billing Periods from January 1, 2010 to December 31, 2010.

**Rate:**                              (a) For Billing Periods from January 1, 2010 to June 30, 2010, a credit of **\$4.00/MWh** of Metered Energy during the Billing Period, and

    (b) For Billing Periods from July 1, 2010 to December 31, 2010, a credit of **\$2.00/MWh** of Metered Energy during the Billing Period.

**Terms:**                              The Terms and Conditions form part of this Rate Schedule.