



October 12, 2007

Dear Wind Power Stakeholders;

RE: Committed Wind Generation Projects – Letter of Credit

In September 2006 the AESO implemented interim enhancements to its business practices that permitted wind generation customers who had applied and committed to interconnection and who were positioned in the interconnection queue in excess of 900 MW to replace their cash customer contribution with a letter of credit (“LoC”). At that time the AESO advised that modifications to the 900 MW threshold would require repayment of the customer contribution in cash with the LoC returned to the customer. Click [here](#) to view the AESO’s September 29, 2006 letter outlining this practice.

As you are aware, the 900 MW threshold was recently removed. Wind generation projects are no longer impeded by the threshold and will proceed through the interconnection process in sequence with other projects. As such, those wind generation customers that replaced their cash customer contribution with a LoC and that wish to retain their project’s queue priority, allocated transmission capacity, and application of the AESO Tariff in effect at the time of commitment (customer contribution policy terms and conditions), are now required to pay their customer contribution in cash..

For those wind generation projects who took advantage of this practice, the following action is now required to exchange the LoC for cash while maintaining queue priority:

- Please contact your AESO Project Manager immediately to initiate the exchange of your LoC for payment of your customer contribution in cash. AltaLink will provide an invoice, amended CCA and return the customer’s LoC within 2 weeks.
- The cash contribution must be provided no later than 30 days from the date of this letter (that is, on or before Tuesday, November 13, 2007).
- If you have not provided the cash customer contribution by November 13, the AESO will authorize the immediate termination of any CCA and CCAPA agreements that have been executed for your project and also authorize the immediate cancellation of the LoC, subject to the reconciliation of any costs that have been incurred to date, and your project’s queue position will be determined based on its original application date. Your cash payment of the full customer contribution amount will then be required prior to the start of construction of the interconnection facilities, and the tariff in effect at the time of payment will apply to your project.

Should you have any questions or concerns please contact either Shaun Andrews at (403) 539 2477 or myself at (403) 539 2709.

Sincerely,

Rene Baillargeon
Manager, Customer Interconnections