

July 30, 2015

AESO Stakeholders

Dear Stakeholder:

Re: **Invitation to Participate in Consultation on AESO 2017 Tariff Application**

The AESO is beginning development of its 2017 ISO tariff application, to be filed with the Alberta Utilities Commission (“AUC”) by June 30, 2016. The AESO invites stakeholder to a consultation meeting to discuss the scope of proposed changes to be included in the application.

Date: Wednesday, August 19, 2015
Time: 9:00 AM to 11:00 AM
Place: AESO Boardroom, 25th Floor, 2500, 330 – 5th Avenue SW, Calgary, Alberta
Teleconference: Phone number 1-866-835-7781 and code 8215976118#
RSVP: By **Wednesday, August 5, 2015** to Brenda Hill, 403-539-2850 or
brenda.hill@aeso.ca

The AESO is interested in hearing stakeholder views on topics to be reviewed for the 2017 tariff application, as discussed further below, as well as appropriate processes to use to review those topics and determined what, if any, related tariff changes should be proposed.

The AESO expects to focus on the following topics in the development of its 2017 tariff application:

- (a) transmission cost causation study methodology to reflect current transmission system costs and configuration;
- (b) point of delivery (“POD”) cost function database update;
- (c) directions 5-8 from AUC Decision 2014-242 *2014 ISO Tariff Application and 2013 ISO Tariff Update*, which concerned congestion and the classification of the costs of advancing transmission facility projects at the request of a market participant;
- (d) method for cost classification of facilities that are shared by one or more market participants;
- (e) charging a market participant for incurred system-related costs when a connection projects is cancelled; and
- (f) structure of Rider C to minimize deferral account imbalances among customers.

The AESO is interested in hearing stakeholder views on the above list of topics to be addressed in the 2017 tariff application, as well as any additional topics stakeholders feel should be included. The AESO has used small working groups for consultation on other recent applications, and suggests working groups may also be appropriate to review at least some of these topics.

If you intend to participate in this consultation meeting, please RSVP by **Wednesday, August 5, 2015** to Brenda Hill, 403-539-2850 or brenda.hill@aeso.ca. If you are unable to attend this meeting and would still like to provide comments to the AESO, please contact me to discuss other ways to become involved in the consultation.

All information relating to the AESO's 2017 tariff consultation will be available on the AESO website at www.aeso.ca by following the path Tariff ► Current Consultations ► 2017 Tariff. As well, new information posted by the AESO on this topic will be mentioned in the AESO stakeholder newsletter, which you can subscribe to by clicking "Sign-up for our stakeholder newsletter" at the lower right of the AESO's home page at www.aeso.ca.

If you need any additional information related to this consultation, please contact me at 403-539-2555 or by email to larhonda.papworth@aeso.ca

Yours truly,

[original signed by]

LaRhonda Papworth
Manager, Tariff Applications

cc: Doyle Sullivan, Director, Regulatory Transmission, AESO
Lee Ann Kerr, Manager, Tariff, AESO
Raj Sharma, Senior Regulatory Analyst, AESO