

June 4, 2021

Market Participants Receiving System Access Service Under Rate DTS and Rate FTS

Dear Market Participant:

Re: **Rider C Voltage Control Charge for the 3<sup>rd</sup> Quarter of 2021**

Please note that the Rider C rate for the Voltage control charge rate component which was posted on May 31, 2021 shows a 340.32% charge for the third quarter of 2021. The 340.32% charge is derived by taking the Monthly Variance Total Shortfall for 2021 divided by the Remaining Revenue to be collected from July to December.

The increase in the Voltage control charge rate component for the third quarter is due to the AESO's incurred costs of unforeseeable Transmission Must-Run in 2021. The AESO must recover these costs through Rider C in accordance with section 2(4) of Rider C in the ISO Tariff. The total estimated costs have increased from \$0.4M in the second quarter to \$1.5M in the third quarter of 2021, contributing to a 370% increase in the Voltage control charge rate component of Rider C. Currently, the Voltage Control Charge is \$0.01/MWh per section 6 of the Rate DTS in the ISO Tariff. Therefore, the 370% increase in the Voltage control charge rate component raises the Voltage Control Charge to \$0.037/MWh.

If you have any questions or would like to discuss this further, please contact:

Pam Tretiak  
Director, Finance – Accounting & Treasury  
403-539-2659  
Pam.Tretiak@aeso.ca

LaRhonda Papworth  
Manager – Tariff, Markets & Tariff  
403-539-2555  
LaRhonda.Papworth@aeso.ca