THE PROVINCE OF ALBERTA

GAS UTILITIES ACT

ALBERTA ENERGY AND UTILITIES BOARD

IN THE MATTER of an amendment to ATCO Gas and Pipelines Ltd.'s Rider "A" and Rider "C" with respect to the Town of Bentley

ORDER U2004-065

Application No. 1333166 File No. 6675-B13-1

ATCO Gas – North, a division of ATCO Gas and Pipelines Ltd. (ATCO Gas - North) applied to the Alberta Energy and Utilities Board (the EUB) for an Order approving an amendment to Rate Rider "A" (surcharge for a franchise fee). This allows the franchise fee in the Town of Bentley (the Town) to be changed from 8.53 per cent of the gross revenue of ATCO Gas - North derived from the sale of natural gas within the Town to 0 per cent of the revenue of ATCO Gas -North from the delivery of natural gas within the Town, but excluding revenue derived from the cost of gas.

ATCO Gas – North has also applied for a change to Rate Rider "C" which recovers municipal taxes. ATCO Gas – North will provide an estimate of the municipal taxes to be collected for the Town after the Town completes the third reading of its by-law.

Notice of the application was published in conjunction with the Notice for the Town's application for renewal of its franchise agreement with ATCO Gas and Pipelines Ltd. and no objections were received. ATCO Gas - North has given the EUB consent to proceed with the application without a hearing.

The Board notes that these changes in rates result from the provisions included in the franchise agreement between the Town of Bentley and ATCO Gas – North which was approved in Order U2004-064 issued in conjunction with this order. The franchise fee provisions included in the Agreement allow the Town to change the level of the franchise fee once annually within a cap of 35 per cent. Clause 4.c) of the Franchise Agreement includes a requirement for the Town to publish notice prior to any change in the level of the fee.

The Alberta Energy and Utilities Board, pursuant to the *Gas Utilities Act*, R.S.A. 2000, c. G-5, hereby orders as follows:

- 1. Application No. 1333166 by ATCO Gas North dated February 9, 2004, is approved, subject to the terms and conditions herein contained.
- 2. The new rate for the Town of Bentley, as indicated on Rate Rider "A" attached as Schedule "A" to this Order, becomes effective upon the execution of the Town's

Franchise Renewal Agreement with ATCO Gas and Pipelines Ltd.

3. The new rate for the Town of Bentley, as indicated on Rate Rider "C" attached as Schedule "B" to this Order, becomes effective upon the execution of the Town's Franchise Renewal Agreement with ATCO Gas and Pipelines Ltd.

DATED at the City of Edmonton, in the Province of Alberta, on March 17, 2004.

Laurie Bayda
ALBERTA ENERGY AND UTILITIES BOARD

SCHEDULE "A"

Effective With Decision On Consumption 2004 Rider "A" Page 1 of 1

ATCO GAS AND PIPELINES LTD. - NORTH RIDER "A" TO ALL RATES AND ANY OTHER RATES THERETO

The percentage shown is to be applied as an addition to the billings calculated under the Rates including charges as allowed under other Riders in effect.

Municipality		Method	<u>%</u>	Municipality		Method	<u>%</u>
Edmonton	City	Α	*33.40				
Red Deer	City	Α	17.00	Hughenden	Village	A	10.98
Camrose	City	Α	22.00	Hythe	Village	C	8.70
Fort McMurray	City	В	8.70	Innisfre e	Village	Α	17.50
Grande Prairie	City	Α	34.75	Irma	Village	С	5.26
Lloydminster	City.	В	7.00	Itaska	Summer Village	В	5.26
Spruce Grove	City	С	8.26	Jasper	Town	В	5.25
St. Albert	City	В	5.26	Kitscoty	Village	C	5.25
Wetaskiwin	City	С	8.27	Lacombe	Town	С	5.26
Alberta Beach	Summer Village	Α	10.61	Lamont	Town	C	5.26
Alix	Village	С	6.75	Lavoy	Village	В	5.25
Amisk	Village	Α	9.10	Legal	Village	С	5.26
Andrew	Village	C	9.00	Lougheed	Village	Α	16.67
Bashaw	Town	В	5.25	Mannville	Village	C	5.26
Beaverlodge	Town	C	8.70	Mayerthorpe	Town	Α	9.42
Bentley	Town	Α	0.00	McLennan	Town	C	6.25
Berwyn	Village	С	7.25	Millet	Town	С	6.75
Bittern Lake	Village	A	17.68	Minburn	Village	Α	15.00
Blackfalds	Town	В	5.26	Mirror	Village	Α	12.60
Bon Accord	Town	С	8.70	Mundare	Town	C	5.00
Breton	Village	A	12.47	Nampa	Village	C	5.25
Bruderheim	Town	Ċ	5.25	Onoway	Village	Α	11.00 ~
Caroline	Village	Č	5.26	Oven	Town	С	8.70
Chipman	Village	В	5.26	Peace River	Town	C	7.25 ~
Clive	Village	В	5.25	Point Alison	Summer Village	C	5.26
Clyde	Village	Ā	9.47	Ponoka	Town	В	5.26
Cold Lake	Town	. Ĉ	5.26	Provost	Town	Ā	11.00
Consort	Village	Č	5.26	Rimbey	Town	В	5.26
Coronation	Town	Ä	10.05	Rocky Mtn. House	Town	С	5.26
Czar	Village	A	11.84	Rycroft	Village	Ċ	5.25
Donnelly	Village	C	5.25	Ryley	Village	C	5.25
Drayton Valley	Town	В	6.26	Sangudo	Village	Ā	9.25
Eaglesham	Village	В	5.26	Seba Beach	Summer Village	В	6.00
Eckville	Town	Č	5.26	Sexsmith	Village	Ċ	5.25
Edgerton	Village	Č	5.26	Sherwood Park	Unincorporated	В	6.00
Edson	Town	В	5.26	Silver Beach	Summer Village	В	5.26
Entwistle	Village	A	17.32	Slave Lake	Town	Ċ	5.26
Fairview	Town	Ĉ	5.25	Spirit River	Town	Ä	24.00
Faiher	Town	Č	2.56	Stony Plain	Town	В	8.11
Fox Creek	Town	Ā	12.93	Swan Hills	Town	Ä	8.16
Gibbons	Town	Ĉ	8.70	Sylvan Lake	Town	В	5.26
Girouxville	Village	Č	5.25	Thorsby	Village	Ä	11.69
Golden Days	Summer Village	В	5.26	Tofield	Town	Ċ	7.00
Grand Centre	Town	Č	3.00	Vegreville	Town	Ċ	8.11
	Town	A	28.00	Vermilion	Town	č	5.26
Grimshaw	Town	Ĉ	5.26	Veteran	Village	Ä	9.73
Hardisty		C	5.25	Viking	Town	ĉ	5.25
Hines Creek	Village	В	5.25 5.26	Warburg	Village	Ä	8.83
Hinton	Town	C	5.25	Whitecourt	Town	Ĉ	**5.26
Holden	Village	C	5.25	vvriitecourt	LOWIT	•	0.20

Method:

- В.
- Applied to gross revenues excluding gas costs (Rider "F"), deemed value (Rider "E").

 Applied to gross revenues including gas costs (Rider "F") from sales service rates.

 Applied to gross revenues including gas costs (Rider "F") and deemed value (Rider "E"). C.
- Includes a \$408,333 maximum annual allowable assessment (Max) on any individual metered account. The percentage has been approved on an interim refundable basis.
- The deemed value of natural gas is applied only to Customers using less than 300,000 GJs per year.

SCHEDULE "B"

Effective by Decision On Consumption Rider "C" Page 1 of 1

ATCO GAS AND PIPELINES LTD. - NORTH RIDER "C" TO ALL RATES AND ANY OTHER RIDERS THERETO

Additions to be made to the Rate for Customers resident in municipalities that receive a property tax assessed under The Municipal Taxation Act. The addition is the estimated percentage of gross revenue excluding gas costs (Rider "F") and deemed value (Rider E") required to provide for the tax payable each year. To the extent that this percentage may be more or less than that required to pay the tax, the percentage of gross revenue provided in the Rider will be adjusted on the 1st of February each year.

AND

Additions to be made to the Rate of Customers resident in areas or municipalities for the recovery of specific costs which are not generally incurred by the Company. The addition is the estimated percentage of gross revenue excluding gas costs (Rider "F") and deemed value (Rider E") required to provide for the costs payable each year. To the extent that this percentage may be more of less than that required to recover the costs incurred, the percentage of gross revenue provided in the Rider will be adjusted on the 1st of February each year.

The percentage is to be applied as an addition to the billings calculated under the Rates including charges as allowed under other Riders in effect with respect to the following municipalities:

Lakeview **Bentley**