

ATCO Gas North

Amendment to Riders "A" and "B" with respect to the City of Edmonton

June 8, 2010

ALBERTA UTILITIES COMMISSION

Decision 2010-262: ATCO Gas North Amendment to Riders "A" and "B" with respect to the City of Edmonton Application No. 1605902

June 8, 2010

Published by

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ALBERTA UTILITIES COMMISSION

Calgary Alberta

ATCO GAS NORTH AMENDMENT TO RIDERS "A" AND "B" WITH RESPECT TO THE CITY OF EDMONTON Application No. 1605902

- 1. ATCO Gas North, a division of ATCO Gas and Pipelines Ltd. applied to the Alberta Utilities Commission (AUC) for a Decision approving an amendment to the Rider "A" and Rider "B" schedules, which recover franchise fees and municipal taxes respectively from customers in the City of Edmonton (Edmonton).
- 2. ATCO Gas North requested that the franchise fee for Edmonton be changed from 32 percent to 28.5 percent of the revenue of ATCO Gas North based on delivery revenues. With municipal taxes being collected as a rider, ATCO Gas North added Edmonton to the Rider "B" schedule. The estimated Rider "B" percentage was 3.50 percent; however this estimate would be updated once Edmonton completes the third reading of its By-law approving these changes.
- 3. Notice of the application was published in the Edmonton Journal on May 6, 2010 and on the Alberta Utilities Commission website on May 5, 2010. The AUC did not receive any objections to the application. ATCO Gas North acknowledged that the AUC would proceed to process this application without further process if no bona fide objections were received.
- 4. The AUC notes that the requested approvals result from the provisions included in the renewed Franchise Agreement between the City of Edmonton and ATCO Gas and Pipelines Ltd. which was approved in Decision 2010-261 issued in conjunction with this Decision. The franchise fee provisions included in the Franchise Agreement allow Edmonton to change the level of the franchise fee once annually within a cap of 35 percent. Clause 4(c) of the Franchise Agreement includes a requirement for Edmonton to publish notice prior to any change in the level of the fee.
- 5. The Alberta Utilities Commission, pursuant to the *Gas Utilities Act*, R.S.A. 2000, c. G-5, hereby orders as follows:
 - (i) Application No. 1605902 by ATCO Gas North dated February 12, 2010 is approved, subject to the terms and conditions of the Franchise Agreement.
 - (ii) The new rate for the City of Edmonton, as indicated on the Rider "A" schedule attached as Appendix 1 of this Decision, becomes effective upon the execution of Edmonton's Franchise Agreement with ATCO Gas and Pipelines Ltd.
 - (iii) The Rider "B" schedule is attached as Appendix 2 of this Decision and becomes effective upon the execution of Edmonton's Franchise Agreement with ATCO Gas and Pipelines Ltd.

- (iv) ATCO Gas North shall file with the AUC a copy of the revised Rider "A" Franchise Fee and the Rider "B" Municipal Assessment Surcharge before the date that the rate comes into effect.
- (v) Any changes in the level of the franchise fee riders are required to be filed with the AUC for acknowledgement prior to the implementation of the new franchise fee rate.

Dated on June 8, 2010.

ALBERTA UTILITIES COMMISSION

(original signed by)

Thomas McGee Commissioner

APPENDIX 1 – RIDER "A" WITH RESPECT TO THE CITY OF EDMONTON

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APPENDIX 2 – RIDER "B" WITH RESPECT TO THE CITY OF EDMONTON

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Effective by Decision On Consumption This Replaces Rider "A" Previously Effective January 1, 2010

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

All charges under the Rates, including any charges under other Riders, to Customers situated within the communities listed on this Rider "A" are subject to the addition of the percentage shown. 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.

Method A. - Applied to gross revenues.

Method C. - Applied to gross revenues and Rider "E".

| Municipality | <u>%</u> | Method | Municipality | % | Method | Municipality | <u>%</u> | Method |
|-------------------|----------|--------|-----------------|-------|--------|------------------|----------|--------|
| Edmonton | 28.50 | A | Eaglesham | 5.26 | C | Minburn | 15.00 | A |
| Red Deer | 32.00 | Α | Eckville | 24.00 | Α | Mirror | 12.60 | Α |
| Camrose | 15.00 | Α | Edgerton | 15.00 | Α | Mundare | 20.00 | Α |
| Fort McMurray | 8.70 | С | Edson*** | 20.00 | Α | Nampa | 16.84 | Α |
| Ft Saskatchewan | 0.00 | Α | Entwistle | 17.32 | Α | Onoway | 5.00 | Α |
| Grande Prairie | 25.00 | Α | Fairview | 21.63 | Α | Oyen | 30.00 | Α |
| Lloydminster | 25.00 | Α | Falher | 15.00 | Α | Peace River | 7.25 | С |
| Spruce Grove | 8.26 | С | Fox Creek | 12.93 | Α | Point Alison | 15.00 | Α |
| St. Albert | 5.26 | С | Gibbons | 30.00 | Α | Ponoka | 17.00 | Α |
| Wetaskiwin | 35.00 | Α | Girouxville | 20.00 | Α | Provost | 16.00 | Α |
| Alberta Beach | 10.61 | Α | Golden Days | 25.00 | Α | Rimbey | 24.00 | Α |
| Alix | 20.00 | Α | Grimshaw | 28.00 | Α | Rocky Mtn. House | 22.00 | Α |
| Amisk | 9.10 | Α | Hardisty | 20.00 | Α | Rycroft | 15.00 | Α |
| Andrew | 9.00 | С | Hines Creek | 30.00 | Α | Ryley | 5.00 | Α |
| Bashaw | 15.00 | Α | Hinton *** | 9.60 | Α | Seba Beach | 6.00 | С |
| Beaverlodge | 8.70 | С | Holden | 0.00 | Α | Sexsmith | 25.00 | Α |
| Bentley | 0.00 | Α | Hughenden | 10.98 | Α | Sherwood Park | 6.50 | С |
| Berwyn | 20.00 | Α | Hythe | 8.70 | С | Silver Beach | 20.00 | Α |
| Bittern Lake | 17.68 | Α | Innisfree | 25.00 | Α | Slave Lake | 24.50 | Α |
| Blackfalds | 35.00 | Α | Irma | 20.00 | Α | Spirit River | 24.00 | Α |
| Bon Accord | 25.00 | Α | Itaska | 12.00 | Α | Stony Plain | 17.00 | Α |
| Breton | 12.47 | Α | Jasper Muni | 17.10 | Α | Swan Hills | 0.00 | Α |
| Bruderheim | 10.00 | Α | Jasper Ntl Park | 17.10 | Α | Sylvan Lake | 20.00 | Α |
| Caroline | 20.00 | Α | Kitscoty | 10.00 | Α | Thorsby | 11.69 | Α |
| Chipman | 0.00 | Α | Lacombe | 22.00 | Α | Tofield | 10.00 | Α |
| Clive | 16.17 | Α | Lamont | 35.00 | Α | Vegreville | 33.00 | Α |
| Clyde | 9.47 | Α | Lavoy | 16.61 | Α | Vermilion | 15.00 | Α |
| Cold Lake | 13.00 | Α | Legal | 16.60 | Α | Veteran | 3.00 | Α |
| Consort | 22.00 | Α | Lougheed | 16.67 | Α | Viking | 21.51 | Α |
| Coronation | 10.05 | Α | Mannville | 20.00 | Α | Warburg | 10.00 | Α |
| Czar | 11.84 | Α | Mayerthorpe | 5.00 | Α | Wembley | 25.00 | Α |
| Donnelly | 30.00 | Α | McLennan | 24.00 | Α | Whitecourt *** | 19.00 | Α |
| Drayton Valley*** | 22.00 | Α | Millet | 22.00 | Α | | | |

Includes a \$10,000 maximum annual allowable assessment (Max) on any individual metered account.

Effective By Decision On Consumption This Replaces Rider "B" Previously Effective October 23, 2009

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

This Rider is applicable to Customers resident in municipalities that receive a property tax under the Municipal Government Act or receive payment for specific costs which are not generally incurred by the Company. This Rider is the estimated percentage of gross revenue required to provide for the tax payable or specific cost incurred each year. To the extent that this percentage may be more or less than that required to pay the tax or specific cost, 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:

Fort Saskatchewan

Wabamun Wembley

Stony Plain Indian Reserve Paul Band Indian Reserve

Fort McMurray No. 468 First Nation Band

Jarvis Bay Norglenwold Argentia Beach

Lakeview
Hinton
Sylvan Lake
Breton
Bashaw
Bentley
Vermilion
Blackfalds
Edgerton
Bruderheim
Nampa

Tofield Camrose Lamont Minburn Clive Lacombe Onoway

Falher Mundare Girouxville Golden Days Ryley

Warburg Ponoka Millet Stony Plain Provost Itaska Beach

Viking

Hardisty Vegreville Rycroft Irma

Bon Accord Mannville Berwyn Holden Mayerthorpe Silver Beach Kitscoty Caroline Cold Lake

Grande Prairie Red Deer Edson

Fort McMurray

Municipality of Jasper Legal Swan Hills

Swan Hills Veteran Whitecourt Point Alison Wetaskiwin Oyen

Lloydminster Slave Lake Innisfree Coronation Lavoy Edmonton