


MADE at the City of Calgary, in the Province of Alberta, on 9th day of September 2004.	 ALBERTA ENERGY AND UTILITIES BOARD
ATCO Gas and Pipelines Ltd. Amendment to Rider A with respect to the City of Fort Saskatchewan.	Application No. 1355551 File No. 8675- F08-01

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) to add the listing of the City of Fort Saskatchewan (the City). The proposed franchise fee would initially be set at 0 per cent of ATCO Gas's non-gas components of customer bills, so there would be not be any effect on billings.

Notice of the application was published in conjunction with the Notice for the City's application for renewal of its franchise agreement with ATCO Gas Utilities Inc. and no objections were received. The EUB notes that numerous inquiries were received with respect to the franchise fee. The EUB considers that Board staff satisfactorily answered these inquiries. 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 City of Fort Saskatchewan and ATCO Gas -North, which was approved in Order U2004-340, issued in conjunction with this order. The franchise fee provisions included in the Agreement allow the City for the first time to charge ATCO Gas - North a franchise fee and to change the level of the franchise fee once annually within a cap of 35 per cent. The City also has the right to set different levels of franchise fees for different rate groups Clause 4.c) of the Franchise Agreement includes a requirement for the City 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. 1355551 by ATCO Gas dated August 4, 2004, is approved, subject to the terms and conditions herein contained.
2. The new rate for the City of Fort Saskatchewan, as indicated on Rate Rider "A" attached as Schedule "A" to this Order, becomes effective upon the execution of the City's Franchise Renewal Agreement with ATCO Gas and Pipelines Ltd.

END OF DOCUMENT

SCHEDULE A

ATCO Gas and Pipelines Ltd.

Rate Rider A

City of Fort Saskatchewan

**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".

<u>Municipality</u>	<u>%</u>	<u>Method</u>	<u>Municipality</u>	<u>%</u>	<u>Method</u>	<u>Municipality</u>	<u>%</u>	<u>Method</u>
Edmonton *	33.40	A	Eggleham	5.26	C	Minburn	15.00	A
Red Deer	17.00	A	Eckville	24.00	A	Mirror	12.60	A
Camrose	15.00	A	Edgerton	15.00	A	Mundare	20.00	A
Fort McMurray	8.70	C	Edson	5.26	C	Nampa	16.84	A
Fort Saskatchewan	0.00	A	Entwistle	17.32	A	Onoway	5.00	A
Grande Prairie	34.75	A	Fairview	21.63	A	Oyen	8.70	C
Lloydminster	7.00	C	Falher	15.00	A	Peace River	7.25	C
Spruce Grove	8.26	C	Fox Creek	12.93	A	Point Alison	5.26	C
St. Albert	5.26	C	Gibbons	8.70	C	Ponoka	5.26	C
Wetaskiwin	8.27	C	Girouxville	20.00	A	Provost	11.00	A
Alberta Beach	10.61	A	Golden Days	25.00	A	Rimbey	24.00	A
Alix	6.75	C	Grand Centre	3.00	C	Rocky Mtn. House	5.26	C
Amisk	9.10	A	Grimshaw	28.00	A	Rycroft	5.25	C
Andrew	9.00	C	Hardisty	5.26	C	Ryley	5.25	C
Bashaw	15.00	A	Hines Creek	5.25	C	Sangudo	9.25	A
Beaverlodge	8.70	C	Hinton ***	8.00	A	Seba Beach	6.00	C
Bentley	0.00	A	Holden	5.25	C	Sexsmith	5.25	C
Berwyn	7.25	C	Hughenden	10.98	A	Sherwood Park	6.00	C
Bittern Lake	17.68	A	Hythe	8.70	C	Silver Beach	5.26	C
Blackfalds	19.12	A	Innisfree	17.50	A	Slave Lake	5.26	C
Bon Accord	8.70	C	Irma	5.26	C	Spirit River	24.00	A
Breton	12.47	A	Itaska	5.26	C	Stony Plain	8.11	C
Bruderheim	10.00	A	Jasper	5.25	C	Swan Hills	8.16	A
Caroline	5.26	C	Kitscoty	5.25	C	Sylvan Lake	20.00	A
Chipman	5.26	C	Lacombe	22.00	A	Thorsby	11.69	A
Clive	16.17	A	Lamont	35.00	A	Tofield	10.00	A
Clyde	9.47	A	Lavoy	5.25	C	Vegreville	8.11	C
Cold Lake	5.26	C	Legal	5.26	C	Vermilion	15.00	A
Consort	22.00	A	Lougheed	16.67	A	Veteran	9.73	A
Coronation	10.05	A	Mannville	5.26	C	Viking	5.25	C
Czar	11.84	A	Mayerthorpe	9.42	A	Warburg	8.83	A
Donnelly	5.25	C	McLennan	6.25	C	Whitecourt **	5.26	C
Drayton Valley	6.26	C	Millet	6.75	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.

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