



December 6, 2024

Amanda Rosychuk, Senior Vice President
Electricity Services
EPCOR Distribution and Transmission Inc.
2nd Floor North Service Centre
c/o 2000 10423 - 101 Street NW
Edmonton, AB
T5H 0E8

Dear Ms Rosychuk:

Re: Revision to October 11, 2024 Notification of 2025 Electric Power Franchise Fee Rates

Please accept this letter as notice of a revision to the previously communicated rates for electric power franchise fees to be applied, effective January 1, 2025. This revision is required due to an error in the 2025 projected volume for distribution connect customers and accordingly the 2025 franchise fee rate for distribution connect customers.

The revised rates are consistent with the calculation method, inflationary rate and growth provisions as outlined in the current Electric Distribution System Franchise Agreement between EPCOR Distribution Inc. and the City of Edmonton. These rates are set to achieve a revenue level of \$83,298,000 for 2025 (\$80,780,000 for 2024), and have been adjusted to refund the franchise fee revenue overage projected for 2024 of \$1,593,622.

The 2025 rates to be applied for direct connect customers and distribution connect customers as based on information and forecasts provided in September 2024 by Tammy Haydey, Controller of EPCOR Distribution & Transmission Inc., are as follows:

	2025 Projected Volume (kWh)	2025 Franchise Fee Rate (\$/kWh)	2024 Franchise Fee Rate (\$/kWh)
Direct Connect Customers	380,643,384	0.004765	0.004559
Distribution Connect Customers (Revised)	7,142,158,870	0.011186	0.011099

These electric power franchise fee rates are to remain in effect until the Alberta Utilities Commission (AUC) approves the new Electric Distribution System Franchise Agreement to comply with legislative changes due to the the Utilities Affordability Statutes Amendment Act (Bill19). The updated rates are anticipated to come into effect on March 17, 2025. After the new agreement is approved, the City of Edmonton will work with EPCOR to adjust these rates as appropriate.

You may direct related questions or concerns to Tracey Sass, Finance Manager, Regulatory & Financial Strategies at (780) 496-8813, or by e-mail at tracey.sass@edmonton.ca.

Yours truly,



Stacey Padbury, CPA, CA
Deputy City Manager and Chief Financial Officer

- c: Tony Scossafava, Senior Vice President & Chief Financial Officer
- Tammy Haydey, Controller, EPCOR Distribution and Transmission Inc.
- Harmalkit Rai, Deputy City Treasurer and Branch Manager, Financial Services
- Stephen Cheung, Director, Utility Regulation
- Tracey Sass, Finance Manager, Regulatory and Financial Strategies