



October 5, 2023

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: 2024 Electric Power Franchise Fee Rate Notification

Please accept this letter as notice with respect to the rates of electric power franchise fees to be applied, effective January 1, 2024. Consistent with the inflationary and growth provisions within the existing power franchise agreement between EPCOR Distribution Inc. and the City of Edmonton, the rates are to be set to achieve a revenue level of \$80,780,000 for 2024 (\$76,418,000 for 2023). In addition, the rates are to be adjusted to refund the franchise fee revenue overage projected for 2023 of \$542,284, based on information provided September 15, 2023 by Tammy Haydey, Controller of EPCOR Distribution & Transmission Inc.

Based on the projected volume forecasts provided by EPCOR Distribution and Transmission Inc., 2024 rates to be applied for direct connect customers and distribution connect customers are as follows:

	2024 Projected Volume (kWh)	2024 Franchise Fee Rate (\$/kWh)	2023 Franchise Fee Rate (\$/kWh)
Direct Connect Customers	378,420,674	0.004559	0.004937
Distribution Connect Customers	7,074,116,600	0.011099	0.010487

These electric power franchise fee rates are to remain in effect until further notice is given under this agreement.

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.

Regards,



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

- 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