



September 27, 2021

Frank Mannarino, Senior Vice President, Electricity Operations
EPCOR Distribution and Transmission Inc.
2nd Floor North Service Centre
c/o 2000 10423 - 101 Street NW
Edmonton, AB TSH OE8

Dear Mr. Mannarino:

Re: 2022 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, 2022. 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 \$71,325,000 for 2022 (\$67,375,000 for 2021). In addition, the rates are to be adjusted to collect the franchise fee revenue shortfall projected for 2021 of \$193,999, based on information provided September 9, 2021 by Tammy Haydey, Controller of EPCOR Distribution & Transmission Inc.

Based on the projected volume forecasts provided by EPCOR Distribution and Transmission Inc., 2022 rates to be applied for direct connect customers and distribution connect customers are as follows:

	2022 Projected Volume (kWh)	2022 Franchise Fee Rate (\$/kWh)	2021 Franchise Fee Rate (\$/kWh)
Direct Connect Customers	332,321,155	0.0048	0.0042
Distribution Connect Customers	7,029,453,291	0.0099	0.0097

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 Jeff Olsen, Manager, Regulatory and Financial Strategies at (780) 721-8317, or by e-mail at jeff.olsen@edmonton.ca.

Sincerely,



Stacey Padbury,
Acting 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, Director, Budget Planning and Development
Barry McNabb, Director, Utility Regulation
Ingrid Johnson, Director, Solicitors
Jeff Olsen, Manager, Regulatory and Financial Strategies