



October 29, 2018

Barry Morishita
AUMA President
300 – 8616 51 Avenue
Edmonton, AB T6E 6E6

Dear Mr. Morishita

Barry we should meet soon.
MJM

Proposed new regulated rate schedule for low wattage devices on streetlights

1. Thank you for informing the AUC about the Alberta Urban Municipalities Association's resolution regarding the creation of a new regulated rate schedule for low wattage devices on streetlights.
2. Matters of rate design are often handled in broad proceedings that are commonly referred to as "Phase II" general tariff applications (with Phase I being the proceeding that determines the total amount of revenues to be collected by the regulated utility). These proceedings can include adjudicating the creation of new rate classes and determining the characteristics that define when a customer qualifies for one rate class over another.
3. The AUC is expecting Phase II applications to be submitted by most of the distribution utilities regulated by the AUC in 2019.¹ The AUMA may wish to consult with the distribution utilities prior to their filings of Phase II applications seeking to have the AUMA's proposed new rate class included in the applications. Additionally, the AUMA can intervene in the Phase II proceedings to provide evidence supporting the creation this new rate class regardless of whether the distribution utilities are supportive of the initiative.
4. Interested people can sign up to be notified by the AUC's eFiling system when utilities submit applications. The people at the AUMA that will be advancing the resolution to create a new rate class can sign up for this service in order to be aware of when the utilities file their Phase II applications.
5. If you have any additional questions on this matter, you can contact Blair Miller, Executive Director – Rates, by email at blair.miller@auc.ab.ca.

Sincerely yours,

Mark Kolesar
Chair

¹ Decision 22394-D01-2018: Rebasing for the 2018-2022 PBR Plans for Alberta Electric and Gas Distribution Utilities – First Compliance Proceeding, Proceeding 22394, February 5, 2018, Paragraph 418.