

February 6, 2019

Disposition 24302-D01-2019

Irv Richelhoff
 Supervisor, Business Development
 AltaGas Utilities Inc.
 5509 45 St.
 Leduc, Alta. T9E 6T6

Dear Mr. Richelhoff :

**AltaGas Utilities Inc.
 Franchise Fee Rate Rider A Amendment for City of Beaumont – effective April 1, 2019
 Proceeding 24302**

Acknowledgement of rate schedule

1. The Alberta Utilities Commission received your application dated February 4, 2019, for an amendment to the AltaGas Utilities Inc. franchise fee Rate Rider A. The application identified a franchise fee change for the City of Beaumont, effective April 1, 2019:

Municipality	2019 Rider A - existing	2019 Rider A – effective April 1, 2019
	(%)	
Beaumont	21.2	24.5

2. The City of Beaumont has notified customers of the change in the franchise fee through publication of a notice in the Beaumont LaNouvelle more than 45 days prior to the proposed implementation date of April 1, 2019.

3. Additionally, the City of Beaumont has the ability to revise the franchise fee on an annual basis pursuant to Clause 5(b) of the Standard Natural Gas Distribution System Franchise Agreement. The Commission agreed with the ability to increase the franchise fee on an annual basis in Decision 20069-D01-2015.¹

4. The application for a revised franchise fee rate rider A is accepted as a filing for information. The revised franchise fee Rate Rider A schedule is attached as [Appendix 1](#).

Sincerely yours,

Derrick Ploof
 Director, Retail Energy and Water
 Rates Division

Attachment

¹ Decision 20069-D01-2015: AltaGas Utilities Inc. et al., Approval of New Standard Natural Gas Distribution System Franchise Agreement Template, Proceeding 20069, March 20, 2015.

Appendix 1 – Franchise fee amendment – Rate Rider A

[\(return to text\)](#)



Appendix 1 - Rate
Rider A
(consists of 3 pages)

RATE RIDER "A"	FRANCHISE TAX RIDERS
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Municipalities

Additions to be made to the rates of customers resident in municipalities that have agreed to accept a percentage of gross revenue of the special franchise tax in lieu of a property tax pursuant to Section 360 of the *Municipal Government Act, 1994, c. M-26.1* (previously Section 14(7) and 14(8) of the *Municipal Taxation Act*).

The percentage shown is to be applied as an addition to the total billings calculated.

<u>Municipality</u>	<u>District</u>	<u>Type</u>	<u>Rate (%)</u>	<u>Decision/Order</u>	<u>Effective Date¹ (yyyy-mm-dd)</u>
Athabasca	Athabasca	Town	6.00	U2009-75	2009-05-19
Hairy Hill	Two Hills	Village	5.00	E95078	1999-01-01
Radway	Westlock	Village	3.00	E90046	1998-03-01

¹ Any bill rendered after this date is subject to the corresponding rate.

		Page 1 of 3 RIDER "A"
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RATE RIDER "A"	FRANCHISE TAX RIDERS
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Métis Settlements

Additions to be made to the rates of customers resident in Métis Settlements that have by bylaw approved Utility Services Agreements providing for the payment of annual utility service fees calculated as a percentage of gross revenues.¹ The percentage shown is to be applied as an addition to the total billings calculated.

<u>Métis Settlement</u>	<u>District</u>	<u>Rate (%)</u>	<u>Decision/Order</u>	<u>Effective Date²</u> <u>(yyyy-mm-dd)</u>
Buffalo Lake	St. Paul	7.00	U2000-236	2000-07-15
Fishing Lake	St. Paul	5.00	U97153	1998-03-01
Gift Lake	Wabasca	7.00	U2003-378	2003-10-01
Kikino	St. Paul	7.00	U2000-107	2000-05-01

¹ The *Métis Settlements Act* (S.A. 1998 Chapter M-14.3) enables the Métis Settlements General Council to legislate by Policy and Settlement Councils to legislate by bylaw on matters related to the operations of utilities within the settlement areas, including the granting of interests in land, the assessment and taxation of these interests, and the licensing of related activities. [s.222(1); Sch.1, ss.14, 19]. Under Métis Settlements General Council *Public Utilities Policy* (GC-P9804; Alberta Gazette, Nov.30, 1998, p.2221) a Settlement may enter into Utility Service Agreement allowing a utility to use land and provide utility services in the Settlement Area and providing for the utility to pay an all inclusive annual service fee. The fee may be determined as a percentage of gross revenue received from services provided in the Settlement Area. Each of the listed Settlements has entered into a Utility Service Agreement with AltaGas Utilities. Under the *Public Utility Policy* [s.2.3(3)] the Service Agreement takes effect on being approved by bylaw and by the Alberta Energy and Utilities Board.

² Any bill rendered after this date is subject to the corresponding rate.

RATE RIDER "A"	FRANCHISE TAX RIDERS
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Municipalities Governed by Standardized Franchise Agreement

For each calendar year the franchise fee will be calculated as a percentage of the Company's actual total revenue derived from the Gas Distribution Tariff, including without limitation the fixed charge, base energy charge, demand charge but excluding the cost of gas (being the calculated revenues from the gas cost recovery rate rider or the deemed cost of gas) in that year for Gas Distribution Service within the Municipal Area.

<u>Municipality</u>	<u>Type</u>	<u>District</u>	<u>Rate (%)</u>	<u>Decision / Order</u>	<u>Effective Date⁴ (yyyy-mm-dd)</u>
Barrhead	Town	BMW ¹	16.00	24070-D01	2019-01-01
Beaumont	City	Leduc	24.50		2019-04-01
Bonnyville	Town	Bonnyville	20.00	20810-D01	2015-10-01
Bonnyville Beach	Summer Village	Bonnyville	0.00	22812-D01	2017-08-01
Calmar	Town	Leduc	20.00	20626-D01	2015-09-01
Crystal Springs	Summer Village	Leduc	0.00	23563-D01	2018-06-01
Delia	Village	Hanna	12.00	22936-D01	2017-10-01
Donalda	Village	Stettler	13.50	2009-157	2009-11-04
Drumheller	Town	Drumheller	27.00	20723-D01	2015-11-01
Elk Point	Town	St. Paul	16.00	2010-158	2010-06-15
Glendon	Village	St. Paul	4.62	22869-D01	2017-08-18
Grande Cache	Hamlet	Grande Cache	25.00	2011-113	2011-07-01
Grandview	Summer Village	Leduc	0.00	2010-178	2010-07-08
Hanna	Town	Hanna	15.00	22715-D01	2017-06-13
Hay Lakes	Village	Leduc	4.00	21389-D01	2016-04-01
High Level	Town	High Level	30.00	20717-D01	2015-10-01
Island Lake	Summer Village	Athabasca	0.00	2005-85	2005-03-24
Leduc ²	City	Leduc	27.00	20748-D01	2015-09-01
Leduc ³	City	Leduc	35.00	20748-D01	2015-09-01
Ma-Me-O Beach	Summer Village	Leduc	0.00	2009-67	2009-03-21
Mewatha Beach	Summer Village	Athabasca	6.00	20900-D01	2015-10-01
Morinville	Town	BMW	19.00	20594-D01	2015-07-10
Morrin	Village	Drumheller	12.00	2010-378	2011-02-01
Munson	Village	Drumheller	11.00	2004-291	2004-12-01
Pelican Narrows	Summer Village	Bonnyville	0.00	24140-D01	2019-02-01
Pincher Creek	Town	Pincher Creek	25.00	20595-D01	2015-09-01
Poplar Bay	Summer Village	Leduc	0.00	2010-199	2010-08-19
Rochon Sands	Summer Village	Stettler	0.00	22861-D01	2017-08-14
St. Paul	Town	St. Paul	22.00	20631-D01	2015-08-01
Stettler	Town	Stettler	30.00	20718-D01	2016-01-01
Sunset Beach	Summer Village	Athabasca	3.00	2008-247	2008-09-24
Three Hills	Town	Three Hills	9.00	2010-382	2010-11-01
Two Hills	Town	Two Hills	15.00	2005-135	2009-01-07
Waskatenau	Village	BMW	8.00	21221-D01	2016-01-01
Westlock	Town	BMW	25.00	20730-D01	2015-10-01
White Sands	Summer Village	Stettler	0.00	2008-130	2008-05-29
Willingdon	Village	Two Hills	6.00	2005-005	2005-01-26

¹ BMW denotes Barrhead, Morinville and Westlock.
² Does not apply to service under Rates 3 or 13.
³ Applies only to service under Rates 3 and 13.
⁴ Any bill rendered after this date is subject to the corresponding rate.