



## RIDER A MUNICIPAL TAX AND FRANCHISE FEE ASSESSMENT

### (1) Overview

Rider A is applicable to Customers residing in municipalities which receive:

- (i) a property tax under the Municipal Government Act, or
- (ii) receive payment for specific costs which are not generally incurred by the Company.

The following may be exempt from the surcharge:

- (a) Farm customers (Price Schedules D51, D52 and D56)
- (b) Irrigation customers (Price Schedule D25 and D26)
- (c) Customers within First Nation Reservations not listed

This Rider comprises two components which are summed:

- (i) a tax component and
- (i) a fee component.

The **tax component** of Rider A is the estimated percentage of base revenue required to provide for the tax payable or specific cost incurred each year. To the extent that this percentage may be more or less than that required to pay the tax or specific cost, this component of the Rider will be adjusted on an annual basis or as needed to manage shortfalls or surpluses.

The **franchise fee component** of this Rider is a flat percentage payable to the franchised municipality. This percentage is set in accordance with the franchise agreement between the Municipal Authority and the Company.

The **total percentage** is the addition of the tax component and fee component and is shown by Municipal Authority in Table 1.

### (2) Calculation

Rider A is calculated for each Taxation Authority as follows:

$$Rider A_n = \frac{Shortfall/Surplus_{n-1} + Forecast Property Tax_n}{Forecast Base Revenue_n} + Franchise Fee_n$$

Where:

$n$  = Current Year



| <b>TABLE 1: TOTAL RIDER A</b>       | [1]                                  | [2]                  | [3]                                           | [4]                                   |
|-------------------------------------|--------------------------------------|----------------------|-----------------------------------------------|---------------------------------------|
| Municipal Authority<br>(Price Area) | Municipal Tax<br>from Table 2<br>(%) | Franchise Fee<br>(%) | Franchise Fee<br>Effective Date<br>(yy/mm/dd) | = [1] +[2]<br>Rider A<br>Total<br>(%) |
| ACADIA (M034)                       | 3.13                                 | 0.00                 |                                               | 3.13                                  |
| ALLIANCE (V017)                     | 2.17                                 | 8.00                 | 25/01/01                                      | 10.17                                 |
| ALLISON BAY (B219)                  | -0.36                                | 0.00                 |                                               | -0.36                                 |
| ANDREW (V024)                       | 3.25                                 | 7.00                 | 20/01/01                                      | 10.25                                 |
| BEAVERLODGE (T051)                  | 1.79                                 | 7.00                 | 20/01/01                                      | 8.79                                  |
| BERWYN (V063)                       | 4.30                                 | 8.00                 | 25/01/01                                      | 12.30                                 |
| BIG VALLEY (V069)                   | 1.06                                 | 2.00                 | 16/01/01                                      | 3.06                                  |
| BIGSTONE (B110)                     | 1.90                                 | 0.00                 |                                               | 1.90                                  |
| BONNYVILLE BEACH S.V. (S096)        | 0.89                                 | 0.00                 |                                               | 0.89                                  |
| BONNYVILLE, TOWN OF (T093)          | 1.46                                 | 7.50                 | 25/01/01                                      | 8.96                                  |
| BOTHA (V099)                        | 2.05                                 | 0.00                 | 20/01/01                                      | 2.05                                  |
| BUSHE RIVER F. N. 207 (B726)        | 1.26                                 | 0.00                 |                                               | 1.26                                  |
| CAMROSE (C022)                      | 2.57                                 | 0.00                 |                                               | 2.57                                  |
| CARBON (V129)                       | 1.57                                 | 8.00                 | 22/01/01                                      | 9.57                                  |
| CASTOR (T147)                       | 2.14                                 | 7.00                 | 20/01/01                                      | 9.14                                  |
| CEREAL (V153)                       | 2.51                                 | 0.00                 | 21/08/01                                      | 2.51                                  |
| CLEAR HILLS (M021)                  | 1.99                                 | 0.00                 |                                               | 1.99                                  |
| COLD LAKE (T189)                    | 1.45                                 | 7.25                 | 24/01/01                                      | 8.70                                  |
| CONSORT (V195)                      | 2.78                                 | 7.00                 | 21/01/01                                      | 9.78                                  |
| CORONATION (T198)                   | 1.90                                 | 3.75                 | 04/01/01                                      | 5.65                                  |
| DELBURNE (V231)                     | 2.38                                 | 5.00                 | 24/01/01                                      | 7.38                                  |
| DELIA (V234)                        | 3.52                                 | 6.00                 | 24/01/01                                      | 9.52                                  |
| DERWENT (V237)                      | 4.59                                 | 4.00                 | 19/06/01                                      | 8.59                                  |
| DEWBERRY (V246)                     | 2.02                                 | 8.00                 | 17/01/01                                      | 10.02                                 |
| DOGHEAD F. N. (B218)                | -0.37                                | 0.00                 |                                               | -0.37                                 |
| DONALDA (V252)                      | 2.94                                 | 12.50                | 24/01/01                                      | 15.44                                 |
| DONNELLY (V255)                     | 1.76                                 | 2.25                 | 10/01/01                                      | 4.01                                  |
| DRIFTPILE RIVER F. N. 150 (B220)    | 0.00                                 | 0.00                 |                                               | 0.00                                  |
| DRUMHELLER (K025)                   | 1.60                                 | 9.00                 |                                               | 10.60                                 |
| EAST PRAIRIE (N174)                 | 3.13                                 | 0.00                 |                                               | 3.13                                  |
| ELIZABETH (N187)                    | 5.93                                 | 0.00                 |                                               | 5.93                                  |
| ELK POINT (T291)                    | 2.51                                 | 5.00                 | 20/01/01                                      | 7.51                                  |
| ELNORA (V294)                       | 1.46                                 | 1.50                 | 20/01/01                                      | 2.96                                  |
| EMPRESS (V297)                      | 3.19                                 | 3.00                 | 25/01/01                                      | 6.19                                  |
| FAIRVIEW (M136)                     | 3.19                                 | 0.00                 |                                               | 3.19                                  |
| FAIRVIEW (T309)                     | 1.66                                 | 7.50                 | 13/01/01                                      | 9.16                                  |



ATCO Electric Distribution  
Rider A Municipal Assessment

| TABLE 1: TOTAL RIDER A              |                                      |                      |                                               |                         |
|-------------------------------------|--------------------------------------|----------------------|-----------------------------------------------|-------------------------|
|                                     | [1]                                  | [2]                  | [3]                                           | [4]                     |
|                                     |                                      |                      |                                               | = [1] + [2]             |
| Municipal Authority<br>(Price Area) | Municipal Tax<br>from Table 2<br>(%) | Franchise Fee<br>(%) | Franchise Fee<br>Effective Date<br>(yy/mm/dd) | Rider A<br>Total<br>(%) |
| FALHER (T315)                       | 1.85                                 | 8.00                 | 23/01/01                                      | 9.85                    |
| FISHING LAKE (N188)                 | 7.25                                 | 0.00                 |                                               | 7.25                    |
| FLAGSTAFF (C029)                    | 2.54                                 | 0.00                 |                                               | 2.54                    |
| FORESTBURG (V324)                   | 2.39                                 | 11.00                | 21/01/01                                      | 13.39                   |
| FORT MCMURRAY (K032)                | 0.67                                 | 10.00                | 14/01/01                                      | 10.67                   |
| FOX CREEK (T342)                    | 1.84                                 | 6.50                 | 20/01/01                                      | 8.34                    |
| FT. MACKAY SETTLEMENT #467 (B982)   | 2.11                                 | 0.00                 |                                               | 2.11                    |
| FT. McMURRAY F. N. (B352)           | 0.82                                 | 0.00                 |                                               | 0.82                    |
| GADSBY (V351)                       | 2.11                                 | 0.00                 | 21/08/01                                      | 2.11                    |
| GALAHAD (V354)                      | 1.82                                 | 9.00                 | 22/01/01                                      | 10.82                   |
| GIFT LAKE METIS SETT (N173)         | 4.70                                 | 0.00                 |                                               | 4.70                    |
| GIROUXVILLE (V366)                  | 2.18                                 | 6.00                 | 21/01/01                                      | 8.18                    |
| GLENDON (V372)                      | 2.37                                 | 1.50                 | 03/01/01                                      | 3.87                    |
| GRANDE CACHE (T393)                 | 1.30                                 | 0.00                 | 21/01/01                                      | 1.30                    |
| GRANDE PRAIRIE, COUNTY OF (C001)    | 0.67                                 | 0.00                 |                                               | 0.67                    |
| GRANDE PRAIRIE, CITY OF (K035)      | 2.07                                 | 10.00                | 24/01/01                                      | 12.07                   |
| GRIMSHAW (T405)                     | 1.49                                 | 6.00                 | 10/07/01                                      | 7.49                    |
| HALKIRK (V414)                      | 0.94                                 | 5.00                 | 21/01/01                                      | 5.94                    |
| HANNA (T417)                        | 1.62                                 | 7.50                 | 18/01/01                                      | 9.12                    |
| HAY LAKE F. N. 209 (B727)           | 1.30                                 | 0.00                 |                                               | 1.30                    |
| HEISLER (V429)                      | 5.52                                 | 8.00                 | 21/01/01                                      | 13.52                   |
| HIGH LEVEL (T435)                   | 0.93                                 | 12.10                | 20/01/01                                      | 13.03                   |
| HIGH PRAIRIE (T438)                 | 1.39                                 | 9.00                 | 22/01/01                                      | 10.39                   |
| HINES CREEK (V447)                  | 0.96                                 | 2.75                 | 19/01/01                                      | 3.71                    |
| HORSESHOE BAY S.V. (S458)           | 0.86                                 | 0.00                 |                                               | 0.86                    |
| HYTHE (V468)                        | 1.39                                 | 10.00                | 20/01/01                                      | 11.39                   |
| INNISFREE (V474)                    | 3.81                                 | 5.00                 | 17/01/01                                      | 8.81                    |
| JASPER (R004)                       | 0.55                                 | 8.00                 | 22/01/01                                      | 8.55                    |
| KITSCOTY (V508)                     | 2.56                                 | 10.00                | 24/01/01                                      | 12.56                   |
| LAKELAND (C089)                     | 0.82                                 | 0.00                 |                                               | 0.82                    |
| LAMONT (C030)                       | 2.56                                 | 0.00                 |                                               | 2.56                    |
| LESSER SLAVE RIVER (M124)           | 0.42                                 | 0.00                 |                                               | 0.42                    |
| LINDEN (V535)                       | 1.85                                 | 6.00                 | 15/01/01                                      | 7.85                    |
| LOON RIVER CREE (B473)              | 2.21                                 | 0.00                 |                                               | 2.21                    |
| M.D. of GREENVIEW (M016)            | 0.26                                 | 0.00                 |                                               | 0.26                    |
| MACKENZIE (M023)                    | 1.27                                 | 0.00                 |                                               | 1.27                    |



| TABLE 1: TOTAL RIDER A              |                                      |                      |                                               |                         |
|-------------------------------------|--------------------------------------|----------------------|-----------------------------------------------|-------------------------|
|                                     | [1]                                  | [2]                  | [3]                                           | [4]                     |
|                                     |                                      |                      |                                               | = [1] + [2]             |
| Municipal Authority<br>(Price Area) | Municipal Tax<br>from Table 2<br>(%) | Franchise Fee<br>(%) | Franchise Fee<br>Effective Date<br>(yy/mm/dd) | Rider A<br>Total<br>(%) |
| MANNING (T556)                      | 1.74                                 | 12.00                | 23/01/01                                      | 13.74                   |
| MANNVILLE (V559)                    | 2.98                                 | 10.00                | 24/01/01                                      | 12.98                   |
| MARWAYNE (V562)                     | 2.19                                 | 7.00                 | 24/09/01                                      | 9.19                    |
| MCLENNAN (T574)                     | 2.22                                 | 4.75                 | 25/01/01                                      | 6.97                    |
| MINBURN (V589)                      | 3.24                                 | 1.00                 | 18/01/01                                      | 4.24                    |
| MORRIN (V598)                       | 1.75                                 | 3.50                 | 12/01/01                                      | 5.25                    |
| MUNDARE (T604)                      | 1.59                                 | 6.00                 | 20/04/01                                      | 7.59                    |
| MUNSON (V607)                       | 3.25                                 | 1.00                 | 10/07/01                                      | 4.25                    |
| MYRNAM (V610)                       | 2.55                                 | 8.00                 | 24/01/01                                      | 10.55                   |
| NAMPA (V619)                        | 1.61                                 | 2.00                 | 16/01/01                                      | 3.61                    |
| NORTHERN LIGHT (M022)               | 1.13                                 | 0.00                 |                                               | 1.13                    |
| NORTHERN SUNRISE COUNTY (M131)      | 0.78                                 | 0.00                 |                                               | 0.78                    |
| OPPORTUNITY (M017)                  | 1.25                                 | 0.00                 |                                               | 1.25                    |
| OYEN (T648)                         | 1.78                                 | 8.00                 | 22/01/01                                      | 9.78                    |
| PADDLE PRAIRIE (N221)               | 3.11                                 | 0.00                 |                                               | 3.11                    |
| PAINT EARTH (C018)                  | 1.20                                 | 0.00                 |                                               | 1.20                    |
| PARADISE VALLEY (V654)              | 1.78                                 | 10.00                | 22/01/01                                      | 11.78                   |
| PEACE (M135)                        | 1.10                                 | 0.00                 |                                               | 1.10                    |
| PEACE RIVER (T657)                  | 2.55                                 | 12.50                | 24/01/01                                      | 15.05                   |
| PEAVINE (N172)                      | 1.86                                 | 0.00                 |                                               | 1.86                    |
| PELICAN NARROWS S.V. (S659)         | 0.36                                 | 0.00                 |                                               | 0.36                    |
| RAINBOW LAKE (T690)                 | 2.01                                 | 13.00                | 15/01/01                                      | 15.01                   |
| RED DEER (C023)                     | 1.78                                 | 0.00                 |                                               | 1.78                    |
| ROCHON SANDS S.V. (S708)            | 1.63                                 | 0.00                 |                                               | 1.63                    |
| ROSALIND (V717)                     | 2.50                                 | 0.50                 | 13/04/09                                      | 3.00                    |
| RYCROFT (V729)                      | 2.44                                 | 7.00                 | 20/04/01                                      | 9.44                    |
| SADDLE HILLS (M020)                 | 0.51                                 | 0.00                 |                                               | 0.51                    |
| SADDLE LAKE F. N. (B638)            | 2.44                                 | 0.00                 |                                               | 2.44                    |
| SEXSMITH (T754)                     | 1.96                                 | 5.50                 | 12/01/01                                      | 7.46                    |
| SLAVE LAKE (T766)                   | 1.44                                 | 14.40                | 24/01/01                                      | 15.84                   |
| SMOKY LAKE (T769)                   | 2.02                                 | 7.00                 | 19/04/01                                      | 9.02                    |
| SMOKY RIVER (M130)                  | 1.88                                 | 0.00                 |                                               | 1.88                    |
| SPECIAL AREAS (A001)                | 0.69                                 | 0.00                 |                                               | 0.69                    |
| SPIRIT RIVER (M133)                 | 0.85                                 | 0.00                 |                                               | 0.85                    |
| SPIRIT RIVER, TOWN OF (T778)        | 1.55                                 | 5.50                 | 12/02/01                                      | 7.05                    |
| ST. PAUL, COUNTY OF (C019)          | 0.88                                 | 0.00                 |                                               | 0.88                    |



ATCO Electric Distribution  
Rider A Municipal Assessment

| <b>TABLE 1: TOTAL RIDER A</b>           | [1]                                  | [2]                  | [3]                                           | [4]<br>= [1] + [2]      |
|-----------------------------------------|--------------------------------------|----------------------|-----------------------------------------------|-------------------------|
| Municipal Authority<br>(Price Area)     | Municipal Tax<br>from Table 2<br>(%) | Franchise Fee<br>(%) | Franchise Fee<br>Effective Date<br>(yy/mm/dd) | Rider A<br>Total<br>(%) |
| ST. PAUL, TOWN OF (T790)                | 2.03                                 | 9.00                 | 23/01/01                                      | 11.03                   |
| STARLAND (M047)                         | 1.18                                 | 0.00                 |                                               | 1.18                    |
| STETTLER, COUNTY OF (C006)              | 2.08                                 | 0.00                 |                                               | 2.08                    |
| STETTLER, TOWN OF (T805)                | 1.06                                 | 11.10                | 18/01/01                                      | 12.16                   |
| STURGEON LAKE F. N. 154 (B770)          | 1.22                                 | 0.00                 |                                               | 1.22                    |
| SUCKER CREEK F. N. 150A (B792)          | 1.34                                 | 0.00                 |                                               | 1.34                    |
| SWAN HILLS TOWN (T830)                  | 3.95                                 | 10.00                | 21/01/01                                      | 13.95                   |
| THREE HILLS (T845)                      | 1.25                                 | 10.50                | 24/01/01                                      | 11.75                   |
| TROCHU (T857)                           | 2.35                                 | 5.00                 | 16/01/01                                      | 7.35                    |
| TWO HILLS COUNTY (C021)                 | 7.23                                 | 0.00                 |                                               | 7.23                    |
| TWO HILLS, TOWN OF (T863)               | 3.42                                 | 8.50                 | 21/01/01                                      | 11.92                   |
| UPPER HAY LAKE F. N. 212 (B728)         | 0.83                                 | 0.00                 |                                               | 0.83                    |
| VALLEYVIEW (T866)                       | 1.44                                 | 7.00                 | 25/01/01                                      | 8.44                    |
| VEGREVILLE (T875)                       | 2.07                                 | 10.00                | 20/01/01                                      | 12.07                   |
| VERMILION (T878)                        | 1.50                                 | 8.00                 | 21/01/01                                      | 9.50                    |
| VETERAN (V881)                          | 3.50                                 | 6.00                 | 17/01/01                                      | 9.50                    |
| VILNA (V887)                            | 5.68                                 | 20.00                | 12/01/01                                      | 25.68                   |
| WASKATENAU (V908)                       | 2.34                                 | 1.00                 | 19/01/01                                      | 3.34                    |
| WEMBLEY (T911)                          | 1.90                                 | 7.00                 | 23/01/01                                      | 8.90                    |
| WHEATLAND (C016)                        | 0.41                                 | 0.00                 |                                               | 0.41                    |
| WHITE SANDS S.V. (S922)                 | 1.10                                 | 0.00                 |                                               | 1.10                    |
| WHITEFISH F. N. 155 (B924)              | 1.58                                 | 0.00                 |                                               | 1.58                    |
| WILLINGDON (V926)                       | 4.40                                 | 2.00                 | 08/01/01                                      | 6.40                    |
| WOOD BUFFALO (M018)                     | 0.12                                 | 0.00                 |                                               | 0.12                    |
| WOOD BUFFALO PARK (L024)                | 0.69                                 | 0.00                 |                                               | 0.69                    |
| YOUNGSTOWN (V932)                       | 2.29                                 | 1.25                 | 12/01/01                                      | 3.54                    |
| BIG LAKE & KINUSO (M125, V505)          | 1.27                                 | 0.00                 |                                               | 1.27                    |
| BIRCH HILLS & WANHAM (M019, V896)       | 2.19                                 | 0.00                 |                                               | 2.19                    |
| BONNYVILLE (M087)                       | 0.45                                 | 0.00                 |                                               | 0.45                    |
| JASPER (PARK & OUTSIDE TOWN) (L012, R   | 0.20                                 | 6.00                 | 13/08/01                                      | 6.20                    |
| KNEEHILL & TORRINGTON (M048, V854)      | 1.44                                 | 0.00                 |                                               | 1.44                    |
| LLOYDMINSTER (AB45, SK45)               | 1.27                                 | 14.50                | 25/01/01                                      | 15.77                   |
| MINBURN & LAVOY (C027, V523)            | 0.50                                 | 0.00                 |                                               | 0.50                    |
| SMOKY LAKE & WARSPITE (C013, V905)      | 1.17                                 | 0.00                 |                                               | 1.17                    |
| THORHILD & RADWAY (V687, C007)          | 3.63                                 | 0.00                 |                                               | 3.63                    |
| VERMILLION RIVER (AB & SK) (C024, SK24) | 1.33                                 | 0.00                 |                                               | 1.33                    |