

**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
- (d) Special Facilities Charge (Rider E) customers

This Rider comprises two components which are summed: (i) a tax component and (ii) 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:
 $n = Current Year$

ATCO Electric TABLE 1: TOTAL RIDER A									
Municipal Authority (Price Area)	[1] Municipal Tax from Table 2 (%)	[2] Franchise Fee (%)	[3] Franchise Fee Effective Date (yy/mm/dd)	[4] Rider A Total (%) =[1]+[2]	Municipal Authority (Price Area)	[1] Municipal Tax from Table 2 (%)	[2] Franchise Fee (%)	[3] Franchise Fee Effective Date (yy/mm/dd)	[4] Rider A Total (%) =[1]+[2]
ACADIA (M034)	5.47	0.00		5.47	MANNING (T556)	1.64	6.00	12/01/01	7.64
ALLIANCE (V017)	2.14	6.00	05/01/01	8.14	MANNVILLE (V559)	3.02	9.00	20/01/01	12.02
ALLISON BAY (B219)	-0.01	0.00		-0.01	MARWAYNE (V562)	2.35	6.00	15/06/01	8.35
ANDREW (V024)	1.74	7.00	20/01/01	8.74	MCLENNAN (T574)	2.88	2.75	11/01/01	5.63
BEAVERLODGE (T051)	1.87	7.00	20/01/01	8.87	MINBURN (V589)	3.10	1.00	18/01/01	4.10
BERWYN (V063)	3.86	6.00	19/01/01	9.86	MORRIN (V598)	1.93	3.50	12/01/01	5.43
BIG VALLEY (V069)	1.37	2.00	16/01/01	3.37	MUNDARE (T604)	2.07	6.00	20/04/01	8.07
BIGSTONE (B110)	1.74	0.00		1.74	MUNSON (V607)	4.13	1.00	10/07/01	5.13
BONNYVILLE BEACH S.V. (S096)	0.85	0.00		0.85	MYRNAM (V610)	2.27	6.00	21/02/01	8.27
BONNYVILLE, TOWN OF (T093)	1.18	6.80	03/01/01	7.98	NAMPA (V619)	1.53	2.00	16/01/01	3.53
BOTHA (V099)	1.69	0.00	20/01/01	1.69	NORTHERN LIGHT (M022)	1.34	0.00		1.34
BUSHE RIVER I.R. 207 (B726)	1.10	0.00		1.10	NORTHERN SUNRISE COUNTY (M131)	0.76	0.00		0.76
CAMROSE (C022)	3.66	0.00		3.66	OPPORTUNITY (M017)	1.12	0.00		1.12
CARBON (V129)	1.76	5.00	15/01/01	6.76	OYEN (T648)	1.31	6.00	09/01/01	7.31
CASTOR (T147)	2.20	7.00	20/01/01	9.20	PADDLE PRAIRIE (N221)	3.18	0.00		3.18
CEREAL (V153)	3.03	0.00	21/08/01	3.03	PAINTEARTH (C018)	1.18	0.00		1.18
CLEAR HILLS (M021)	2.20	0.00		2.20	PARADISE VALLEY (V654)	1.67	7.00	21/01/01	8.67
COLD LAKE (T189)	1.42	4.25	03/01/01	5.67	PEACE (M135)	0.93	0.00		0.93
CONSORT (V195)	2.88	7.00	21/01/01	9.88	PEACE RIVER (T657)	2.20	8.50	21/01/01	10.70
CORONATION (T198)	2.22	3.75	04/01/01	5.97	PEAVINE (N172)	3.88	0.00		3.88
DELBURNE (V231)	2.13	1.50	08/01/01	3.63	PELICAN NARROWS S.V. (S659)	0.43	0.00		0.43
DELIA (V234)	2.64	5.00	11/01/01	7.64	RAINBOW LAKE (T690)	1.84	13.00	15/01/01	14.84
DERWENT (V237)	4.28	4.00	19/06/01	8.28	RED DEER (C023)	2.29	0.00		2.29
DEWBERRY (V246)	1.89	8.00	17/01/01	9.89	ROCHON SANDS S.V. (S708)	1.52	0.00		1.52
DOGHEAD I.R. (B218)	0.02	0.00		0.02	ROSALIND (V717)	2.52	0.50	13/04/09	3.02
DONALDA (V252)	2.87	9.00	21/01/01	11.87	RYCROFT (V729)	1.83	7.00	20/04/01	8.83
DONNELLY (V255)	1.83	2.25	10/01/01	4.08	SADDLE HILLS (M020)	0.61	0.00		0.61
DRIFTPILE RIVER FIRST NATION I.R. 150 (B220)	0.00	0.00		0.00	SADDLE LAKE I.R. (B638)	0.98	0.00		0.98
DRUMHELLER (K025)	1.50	9.00		10.50	SEXSMITH (T754)	1.77	5.50	12/01/01	7.27
EAST PRAIRIE (N174)	2.40	0.00		2.40	SLAVE LAKE (T766)	1.44	10.40	20/03/01	11.84
ELIZABETH (N187)	4.21	0.00		4.21	SMOKY LAKE (T769)	2.17	7.00	19/04/01	9.17
ELK POINT (T291)	2.23	5.00	20/01/01	7.23	SMOKY RIVER (M130)	2.35	0.00		2.35
ELNORA (V294)	1.77	1.50	20/01/01	3.27	SPECIAL AREAS (A001)	0.66	0.00		0.66
EMPRESS (V297)	3.24	2.00	07/01/01	5.24	SPIRIT RIVER (M133)	1.48	0.00		1.48
FAIRVIEW (M136)	2.37	0.00		2.37	SPIRIT RIVER, TOWN OF (T778)	1.87	5.50	12/02/01	7.37
FAIRVIEW (T309)	1.62	7.50	13/01/01	9.12	ST. PAUL, COUNTY OF (C019)	0.89	0.00		0.89
FALHER (T315)	1.86	7.00	20/01/01	8.86	ST. PAUL, TOWN OF (T790)	1.73	7.00	03/01/01	8.73
FISHING LAKE (N188)	8.96	0.00		8.96	STARLAND (M047)	1.10	0.00		1.10
FLAGSTAFF (C029)	1.64	0.00		1.64	STETTLER, COUNTY OF (C006)	2.25	0.00		2.25
FORESTBURG (V324)	2.38	11.00	21/01/01	13.38	STETTLER, TOWN OF (T805)	1.08	11.10	18/01/01	12.18
FORT MCMURRAY (K032)	0.72	10.00	14/01/01	10.72	STURGEON LAKE I.R. 154 (B770)	0.91	0.00		0.91
FOX CREEK (T342)	1.40	6.50	20/01/01	7.90	SUCKER CREEK FIRST NATION 150A (B792)	1.00	0.00		1.00
FT. MACKAY SETTLEMENT #467 (B982)	1.18	0.00		1.18	SWAN HILLS TOWN (T830)	3.23	10.00	21/01/01	13.23
FT. MCMURRAY BAND (B352)	0.53	0.00		0.53	THREE HILLS (T845)	1.26	6.00	09/01/01	7.26
GADSBY (V351)	-1.62	0.00	21/08/01	-1.62	TROCHU (T857)	2.54	5.00	16/01/01	7.54
GALAHAD (V354)	2.79	8.00	19/01/01	10.79	TWO HILLS COUNTY (C021)	7.20	0.00		7.20
GIFT LAKE METIS SETT (N173)	5.66	0.00		5.66	TWO HILLS, TOWN OF (T863)	2.86	8.50	21/01/01	11.36
GIROUXVILLE (V366)	2.50	6.00	21/01/01	8.50	UPPER HAY LAKE I.R. 212 (B728)	0.68	0.00		0.68
GLENDON (V372)	2.41	1.50	03/01/01	3.91	VALLEYVIEW (T866)	1.53	5.25	06/01/01	6.78
GRANDE CACHE (T393)	0.31	0.00	21/01/01	0.31	VEGREVILLE (T875)	2.04	10.00	20/01/01	12.04
GRANDE PRAIRIE, COUNTY OF (C001)	0.75	0.00		0.75	VERMILLION (T878)	1.19	8.00	21/01/01	9.19
GRANDE PRAIRIE, CITY OF (K035)	1.67	10.00	19/02/01	11.67	VETERAN (V881)	3.44	6.00	17/01/01	9.44
GRIMSHAW (T405)	1.40	6.00	10/07/01	7.40	VILNA (V887)	3.86	20.00	12/01/01	23.86
HALKIRK (V414)	1.73	5.00	21/01/01	6.73	WASKATENA (V908)	2.49	1.00	19/01/01	3.49
HANNA (T417)	1.65	7.50	18/01/01	9.15	WEMBLEY (T911)	1.97	6.00	11/03/01	7.97
HAY LAKE I.R. 209 (B727)	1.06	0.00		1.06	WHEATLAND (C016)	0.52	0.00		0.52
HEISLER (V429)	5.87	8.00	21/01/01	13.87	WHITE SANDS S.V. (S922)	0.80	0.00		0.80
HIGH LEVEL (T435)	0.88	12.10	20/01/01	12.98	WHITEFISH I.R. 155 (B924)	1.29	0.00		1.29
HIGH PRAIRIE (T438)	1.26	7.50	17/01/01	8.76	WILLINGDON (V926)	4.07	2.00	08/01/01	6.07
HINES CREEK (V447)	3.31	2.75	19/01/01	6.06	WOOD BUFFALO (M018)	0.10	0.00		0.10
HORSESHOE BAY S.V. (S458)	0.89	0.00		0.89	WOOD BUFFALO PARK (L024)	0.66	0.00		0.66
HYTHE (V468)	2.12	10.00	20/01/01	12.12	YOUNGSTOWN (V932)	1.93	1.25	12/01/01	3.18
INNISFREE (V474)	3.57	5.00	17/01/01	8.57	BIG LAKE & KINUSO (M125, V505)	1.21	0.00		1.21
JASPER (R004)	0.62	6.00	13/08/01	6.62	BIRCH HILLS & WANHAM (M019, V896)	2.26	0.00		2.26
KITSCOTY (V508)	2.18	6.00	13/01/01	8.18	BONNYVILLE & ANNEXED AREA (M087, M088)	0.51	0.00		0.51
LAKELAND (C089)	0.36	0.00		0.36	JASPER (PARK & OUTSIDE TOWN) (L012, R003)	0.25	6.00	13/08/01	6.25
LAMONT (C030)	2.33	0.00		2.33	KNEEHILL & TORRINGTON (M048, V854)	1.40	0.00		1.40
LESSER SLAVE RIVER (M124)	0.46	0.00		0.46	LLOYDMINSTER (AB45, SK45)	1.02	11.00	15/01/01	12.02
LINDEN (V535)	2.72	6.00	15/01/01	8.72	MINBURN & LAVOY (C027, V523)	0.78	0.00		0.78
LOON RIVER CREE (B473)	2.42	0.00		2.42	SMOKY LAKE & WARSPITE (C013, V905)	1.34	0.00		1.34
M.D. of GREENVIEW (M016)	0.27	0.00		0.27	THORHILD & RADWAY (V687, C007)	6.48	0.00		6.48
MACKENZIE (M023)	1.43	0.00		1.43	VERMILLION RIVER (AB & SK) (C024, SK24)	1.42	0.00		1.42