

DFO Customer Contributions Issue #2 in Proceeding 22942

March 5, 2018
Main Boardroom, AESO Offices

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Agenda - DFO contribution issue

March 5, 2018

Topic	Presenter	Schedule
Introduction	Doyle Sullivan	1:00 – 1:05 pm
Session Overview	Matt Gray (Facilitator)	1:05 - 1:15 pm
Background on DFO Contribution Issue	Lee Ann Kerr	1:15 – 1:30 pm
AltaLink (AML) presentation (includes Q & A)	AML	1:30 – 3:00 pm
Break		3:00 – 3:15 pm
FortisAlberta presentation (includes Q & A)	Fortis	3:15 – 4:00 pm
Consumers' Coalition Alberta (CCA) presentation (includes Q & A)	CCA	4:00 – 4:15 pm
Open discussion	All	4:15 – 4:45 pm
Next steps and summary of action items	Matt Gray	4:45 – 5:00 pm

- AUC Direction (January 19 Letter - [link](#))
 - *19. The Commission considers that time is required for the AESO to conduct an analysis and prepare evidence on the issues of the 12 CP method and, if necessary, the DFO customer contribution. The Commission also considers that revisions may be required to the AESO's application as a result.*
- Objectives engagement on DFO customer issue
 - Gather views, supporting information (data and analysis) to help the AESO determine whether to maintain or reconsider status quo
- Scope of session
 - DFO Customer contribution issue
- Proposed timeline

- Structure of AESO engagement on DFO customer contribution issue
 - Facilitated session(s)
 - Initial session or further sessions
 - Opportunities for interested parties or the AESO to:
 - *Present their views and any analysis or assumptions to support their view on the issue*
 - *Ask clarifying questions*
 - Request further data and analysis of the AESO or other parties
 - Assess if further session(s) are required and agenda for future session
 - Written comment period
 - Respond to presentations and discussions from session
 - AESO Response session
 - AESO presents position that it will be filing in GTA

- Manage session agenda
- Ensure all parties are heard
- Agreements
 - Keep an open mind
 - Ask questions (be curious)
 - Share the air time
 - Be specific and succinct
 - Listen generously

- Meeting minutes will not be taken
- Session presentations will be posted to aeso.ca
- Action items
 - Logged from all session(s)
 - Posted to aeso.ca within two days of session
- Written comments
 - Due March 19
 - No matrix. Send letter to ISOtariffnotice@aeso.ca
 - Posted to aeso.ca by March 21

Timeline for Engagement on 12 CP and DFO issues

- March 5 – DFO Customer Contribution Issue (session 1)
- March 12 – 12 CP methodology (session 1)
- March 29 – Update to AUC
- April 9 – 12 CP methodology (session 2)
- TBD – If required, further sessions for the AESO or other parties to present further information or analysis
- TBD – AESO presentation of position to be filed in GTA

2012 Contribution Policy Principles

- (1) Provide effective price signals
- (2) Maintain intergenerational equity
- (3) Be based on cost causation
- (4) Be based on local costs
- (5) Be robust and sustainable
- (6) Treat all load market participants equitably
- (7) Compensate utilities equitably
- (8) Be simple, consistent, and transparent

AUC Decision on Contribution Policy

[Decision 2012-362]

- The AESO considers the first three principles to be primary principles, and the remaining five secondary principles
- “The Commission considers the list of eight principles to be reasonably consistent with past decisions and directions of the Commission and the board. The Commission finds that the eight principles provide a reasonable basis for the assessment of the AESO’s construction contribution policy”
- “...certain decisions made by the AESO as a result of the construction contribution policy review appear to have significantly elevated the importance of intergenerational equity considerations relative to the goal of providing an effective price signal”

Thank you