

August 23, 2021

To Market Participants and Other Interested Parties

Dear Stakeholder:

Re: **Corrections to Adjusted Loss Factors Established for 2021 Under Section 501.10 of the ISO Rules, Transmission Loss Factors (“Loss Factor Rule”)**

On June 23, 2021, the AESO advised market participants and other interested parties that it planned to adjust loss factors established for 2021 under the Loss Factor Rule, with the adjustments expected to become effective on August 1, 2021. The AESO completed the loss factor calculations and published the adjusted loss factors on August 4, 2021.

The AESO has since identified a small number of errors that occurred in the updated merit order data used for the loss factor calculations during implementation of the changes to generating facilities described in the June 23 stakeholder update. The AESO has addressed the implementation errors and is recalculating the adjusted 2021 loss factors to reflect the corrections. The corrections are expected to impact loss factors calculated for only a small number of locations.

The AESO expects to publish the corrected adjusted loss factors by August 27, 2021, and will include a notice in the AESO stakeholder newsletter when the corrected adjusted loss factors are published.

Consistent with the stakeholder update the AESO provided on July 29, 2021, the corrected adjusted loss factors will first be used for billing on statements of account issued in September 2021 for settlement of August 2021, for system access services provided under Rates STS, XOS, IOS, and DOS of the ISO tariff.

Stakeholders can access 2021 loss factor data, results, and related information on the AESO website at [www.aeso.ca](http://www.aeso.ca) ► Grid ► Grid-Related Initiatives ► Loss factors ► 2021 loss factors. Loss factor stakeholder updates and related information are available at [www.aeso.ca](http://www.aeso.ca) ► Grid ► Grid-Related Initiatives ► Loss factors ► Stakeholder engagement.

The AESO will provide further stakeholder updates when additional information becomes available. In the meantime, stakeholders may contact Milton Castro-Núñez at [milton.castro-nunez@aeso.ca](mailto:milton.castro-nunez@aeso.ca) or John Martin at [john.martin@aeso.ca](mailto:john.martin@aeso.ca) with any concerns or questions.

Yours truly,

John Martin  
Senior Special Projects Advisor

cc: Marie-France Samaroden, Director, Engineering, Project Management & Technology, AESO  
Ping-Kwan Keung, Manager, Standards & Modeling, AESO  
Milton Castro-Núñez, Senior Engineer, AESO