

November 2, 2021

To Market Participants and Other Interested Parties

Dear Stakeholder:

Re: Locations for Which 2022 Loss Factors Will be Determined <u>Under Section 501.10 of the</u> ISO Rules, Transmission Loss Factors ("Loss Factor Rule")

In compliance with the Loss Factor Rule, the AESO is currently updating the data and system topologies to reflect the changes, additions, and removals expected for 2022, and will then calculate loss factors using the available information for year 2022.

The AESO has published the list of locations which will be included in the loss factor calculations. Subsection 7 of the Loss Factor Rule governs which locations are to be included. This list includes existing locations as well as locations where the AESO reasonably expects a new or modified source asset will be connected to the Alberta interconnected electric system.

The Loss Factor Rule and the methodology for the calculation of loss factors for the year 2022 remains unchanged from the methodology used for the year 2021. Therefore, the AESO is not planning to hold a stakeholder information session on loss factors for the year 2022.

Stakeholders can access loss factor data, results, and related information on the AESO website at www.aeso.ca ▶ Grid ▶ Grid-Related Initiatives ▶ Loss factors.

The AESO will provide further updates at the publication of loss factors for the year 2022 before December 1, 2021. In the meantime, stakeholders may contact Milton Castro-Núñez at milton.castro-nunez@aeso.ca or Ping-Kwan Keung at ping-kwan.keung@aeso.ca with any concerns or questions.

Yours truly,

Ping-Kwan Keung

Manager, Standards & Modeling

Marie-France Samaroden, Director, Engineering, Project Management & Technology, AESO CC: John Martin, Senior Special Projects Advisor, AESO Milton Castro-Núñez, Senior Engineer, AESO

> Page 1 of 1 Public