

October 31, 2013

Dear Loss Factor Stakeholders,

Re: **Changes to 2013 Loss Factors Due to Additions of Loss Factor Customers**

As part of the annual loss factor calculation, the AESO determines loss factors for existing and new loss factor customers expected to be in-service in the next calendar year (loss factor customers are those customers who receive credits or are assessed charges for loss factors.) Loss factors are based, in part, on the estimated in-service date (ISD) of new assets. Changes to project's ISD occur as interconnection of projects proceeds. The loss factor process takes these changes into account.

In October 2013, AESO has received information that two new loss factor customers will come into service in November and December. The addition of these customers (all generation sources) requires the AESO to calculate loss factors to adhere to ISO Rules and also to facilitate financial settlement. These customers were added to Q4 of the 2013 loss factors based on their ISDs.

The new customers are:

1. Fortis ANC (Alberta Newsprint Company) - Generation
2. Fortis Genalta Carson Creek Generator - STS Increase

In the previous 2013 loss factor recalculation, the loss factors whose changes less than $\pm 0.25\%$ were not updated in posting. The adding of above two new customers further changes an existing customer's loss factor and make the change greater than 0.25% . Both new loss factor customers and the customer that has experienced a change of over $\pm 0.25\%$ in their loss factors are highlighted in Appendix 1.

Please contact lossfactor@aeso.ca with any question you may have.

Yours truly,

Original signed by

John Kehler

Director, System Performance

Appendix 1: Updated 2013 Loss Factors Effective November 01, 2013

MP-ID*	Facility Name	PSS/E Bus	Normalized and Compressed Loss Factor (%)	Loss Factor Asset	Difference % in Loss Factor to System Average
0000034911	ALTAGAS PARKLAND	4235	-0.17	Gen	-4.01
NX01	BALZAC	290	0.37	Gen	-3.47
BAR	BARRIER	216	-0.26	Gen	-4.09
BR3	BATTLE RIVER #3	1491	5.62	Gen	1.79
BR4	BATTLE RIVER #4	1491	5.62	Gen	1.79
BR5	BATTLE RIVER #5	1469	5.12	Gen	1.28
BCRK	BEAR CREEK G1	10142	-2.53	Gen	-6.37
BCR2	BEAR CREEK G2	10142	-2.53	Gen	-6.37
BPW	BEARSPAW	184	-0.40	Gen	-4.23
BIG	BIGHORN	103	2.77	Gen	-1.07
BTR1	BLUE TRAIL WIND FARM	328	2.86	Gen	-0.97
BRA	BRAZEAU	56153	2.09	Gen	-1.74
GOC1	BRIDGE CREEK	19145	0.00	Gen	-3.83
0000045411	BUCK LAKE	4080	2.19	Gen	-1.64
TC01	CARSELAND	5251	0.60	Gen	-3.23
CAS	CASCADE	175	-0.82	Gen	-4.65
CR1	CASTLE RIVER	234	2.13	Gen	-1.71
CRR1	ENEL ALBERTA CASTLE ROCK WIND FARM	221	2.11	Gen	-1.73
EC01	CAVAILIER	247	0.97	Gen	-2.86
CHIN	CHIN CHUTE	406	0.00	Gen	-3.83
CMH1	CITY OF MEDICINE HAT	680	0.25	Gen	-3.58
ENC1	CLOVER BAR 1	516	3.50	Gen	-0.33
ENC2	CLOVER BAR 2	516	3.50	Gen	-0.33
ENC3	CLOVER BAR 3	516	3.50	Gen	-0.33
CNR5	CNRL HORIZON	1263	4.80	Gen	0.97
CRE1	COWLEY EXPANSION 1	264	3.50	Gen	-0.33
CRE2	COWLEY EXPANSION 2	264	3.50	Gen	-0.33
CRE3	COWLEY NORTH	264	3.50	Gen	-0.33
PKNE	COWLEY RIDGE WIND POWER PHASE1	264	3.50	Gen	-0.33
CRWD	COWLEY RIDGE WIND POWER PHASE2	264	3.50	Gen	-0.33
DA1	DIASHOWA	1088	-0.95	Gen	-4.79
DOWGEN15M	DOW GTG	61	3.27	Gen	-0.57
DV1	DRAYTON VALLEY PL IPP	4332	0.00	Gen	-3.83
DRW1	DRYWOOD 1	4226	2.06	Gen	-1.77
CES1	ENMAX CALGARY ENERGY CENTRE CTG	187	0.47	Gen	-3.36
CES2	ENMAX CALGARY ENERGY CENTRE STG	187	0.47	Gen	-3.36
CRS1	ENMAX CROSSFIELD ENERGY CENTER	503	0.50	Gen	-3.33
CRS2	ENMAX CROSSFIELD ENERGY CENTER	503	0.50	Gen	-3.33
CRS3	ENMAX CROSSFIELD ENERGY CENTER	503	0.50	Gen	-3.33
FNG1	FORT NELSON	20000	1.28	Gen	-2.55
AFG1TX	FORTISALBERTA AL-PAC PULP MILL	392	0.23	Gen	-3.60
EC04	FOSTER CREEK G1	1301	3.48	Gen	-0.35
0000001511	FT MACLEOD	4237	0.86	Gen	-2.97
GN1	GENESEE 1	525	4.94	Gen	1.11
GN2	GENESEE 2	525	4.94	Gen	1.11
GN3	GENESEE 3	525	4.94	Gen	1.11
GHO	GHOST	180	-0.47	Gen	-4.30
NEP1	GHOST PINE WIND FARM	603	3.87	Gen	0.04
0000022911	GLENWOOD	4245	1.16	Gen	-2.68
GPEC	GRANDE PRAIRIE ECOPOWER CENTRE	1101	-2.90	Gen	-6.73
HAL1	CAPITAL POWER HALKIRK WIND PROJECT	1435	4.96	Gen	1.13
0000025611	HARMATTAN GAS PLANT DG	4123	-0.63	Gen	-4.47
HSH	HORSESHOE	171	-0.29	Gen	-4.12
HRM	HR MILNER	1147	0.02	Gen	-3.81
INT	INTERLAKES	376	1.14	Gen	-2.69
KAN	KANANASKIS	193	-0.27	Gen	-4.10
KH1	KEEPPHILLS #1	420	5.33	Gen	1.50
KH2	KEEPPHILLS #2	420	5.33	Gen	1.50
KH3	KEEPPHILLS #3	610	4.88	Gen	1.05
KHW1	KETTLES HILL WIND ENERGY PHASE 2	402	2.29	Gen	-1.55
IOR1	MAHKESES COLD LAKE	56789	4.51	Gen	0.68
AKE1	MCBRIDE	901	1.98	Gen	-1.86

MP-ID*	Facility Name	PSS/E Bus	Normalized and Compressed Loss Factor (%)	Loss Factor Asset	Difference % in Loss Factor to System Average
MKRC	MCKAY RIVER	1274	4.39	Gen	0.56
MEG1	MEG ENERGY	405	3.59	Gen	-0.24
MATLIMP	MONTANA TIE LINE	451	1.44	Gen	-2.40
MKR1	MUSKEG	1236	4.62	Gen	0.78
NX02	NEXEN OPTI	1241	4.06	Gen	0.23
NPP1	NORTHERN PRAIRIE POWER PROJECT	1120	-4.81	Gen	-8.65
NPC1	NORTHSTONE ELMWORTH	1134	-5.28	Gen	-9.12
NOVAGEN15M	NOVA JOFFRE	383	1.48	Gen	-2.35
OMRH	OLDMAN	230	2.49	Gen	-1.34
WEY1	P&G WEYERHAUSER	1140	-2.60	Gen	-6.43
0000039611	PINCHER CREEK	4224	2.07	Gen	-1.76
POC	POCATERRA	214	0.60	Gen	-3.23
PH1	POPLAR HILL	1118	-4.89	Gen	-8.73
PR1	PRIMROSE	1302	2.35	Gen	-1.48
RB1	RAINBOW 1	1031	0.96	Gen	-2.87
RB2	RAINBOW 2	1032	0.40	Gen	-3.44
RB3	RAINBOW 3	1028	1.01	Gen	-2.83
RL1	RAINBOW 4	83	1.10	Gen	-2.73
RB5	RAINBOW 5	1037	0.81	Gen	-3.03
RYMD	RAYMOND RESERVOIR	413	0.00	Gen	-3.83
TC02	REDWATER	50	2.75	Gen	-1.08
RUN	RUNDLE	195	-0.52	Gen	-4.36
SH1	SHEERNESS #1	1484	4.60	Gen	0.76
SH2	SHEERNESS #2	1484	4.60	Gen	0.76
SHCG	SHELL CAROLINE	370	-0.16	Gen	-3.99
SCTG	SHELL SCOTFORD	43	2.63	Gen	-1.20
GWV1	SODERGLEN	358	2.78	Gen	-1.05
SPR	SPRAY	310	-0.46	Gen	-4.30
0000038511	SPRING COULEE	4246	0.74	Gen	-3.09
0000006711	STIRLING	4280	0.33	Gen	-3.51
ST1	STURGEON 1	1166	-0.50	Gen	-4.33
ST2	STURGEON 2	1166	-0.50	Gen	-4.33
IEW1	SUMMERVIEW 1	336	2.99	Gen	-0.85
IEW2	SUMMERVIEW 2	336	2.99	Gen	-0.85
SCR3	SUNCOR HILLRIDGE WIND FARM	389	1.05	Gen	-2.79
SCR2	SUNCOR MAGRATH	251	1.82	Gen	-2.01
SCR1	SUNCOR MILLENIUM	1208	4.92	Gen	1.08
SCR4	SUNCOR WINTERING HILLS WIND ENERGY PROJECT	759	4.60	Gen	0.77
SD1	SUNDANCE #1	135	4.02	Gen	0.19
SD2	SUNDANCE #2	135	4.02	Gen	0.19
SD3	SUNDANCE #3	135	4.02	Gen	0.19
SD4	SUNDANCE #4	135	4.02	Gen	0.19
SD5	SUNDANCE #5	135	4.02	Gen	0.19
SD6	SUNDANCE #6	135	4.02	Gen	0.19
SCL1	SYNCRUDE	1205	4.69	Gen	0.85
TAB1	TABER WIND	343	0.50	Gen	-3.34
TAY1	TAYLOR HYDRO	670	1.95	Gen	-1.88
THS	THREE SISTERS	379	-0.48	Gen	-4.31
ARD1	TRANSALTA ARDENVILLE WIND FARM	739	3.16	Gen	-0.67
VVW2	ATCO VALLEY VIEW 2	1172	-0.33	Gen	-4.16
VVW1	VALLEYVIEW	1172	-0.33	Gen	-4.16
WST1	WESGEN	21	0.00	Gen	-3.83
EAGL	WHITE COURT	410	0.00	Gen	-3.83
NRG3	NRGreen Windfall Power Generating Station	1674	0.61	Gen	-3.22
ANC1	Fortis ANC (Alberta Newsprint Company) - Generation	298	1.27	Gen	-2.56
GEN5	Fortis Genalta Carson Creek Generator	4325	0.13	Gen	-3.70
0000016301	Amoco Empress (163S)	262	-0.23	DOS	-4.07
0000079301	ANG Cochrane (793S)	191	2.70	DOS	-1.14
341S025	Syncrude Standby (848S)	1200	-2.76	DOS	-6.60

NOTES:

* MP-ID - point where loss factors assessed

For loss factors, "-" means credit, "+" means charge

Loss factors effective from November 01, 2013 to December 31 2013.

System Average Losses, %: **3.83**

For more information, please visit www.aeso.ca

Tie Loss Factors

Tie	Transaction Type	Loss Factor (%)	Average Loss Charge (%)	Settlement LF (%)
BC	Import	1.05	0.94	1.99
	Export	-	0.94	0.94
SK	Import	2.30	2.50	4.80
	Export	-	2.30	2.30