

# Public Notice

## Notice of application to be filed with the Alberta Utilities Commission for approval of a new natural gas franchise agreement between The City of Calgary and ATCO Gas and Pipelines Ltd.

### Application summary:

ATCO Gas and Pipelines Ltd. will file an application with the Alberta Utilities Commission for a new franchise agreement with The City of Calgary, following the submission deadline indicated below.

The franchise agreement will, subject to approval, continue to allow ATCO Gas and Pipelines Ltd. the exclusive right to deliver natural gas to the residents of The City of Calgary for approximately 20 years from the effective date of the franchise agreement.

The franchise fee rate rider calculation will change. Currently, the franchise fee rate rider calculation is 11.11 per cent of Delivery Tariff charges plus 11.11 per cent of the monthly Gas Cost Flow-Through Rate per gigajoule. It will change to 11.11 per cent of Distribution Tariff charges plus 11.11 per cent of a fixed monthly rate of \$3.15 per gigajoule.

The new franchise fee rate rider calculation results in an approximate equivalent of an overall delivery tariff rate across all rate classes of 20.13 per cent. The following is an approximate delivery tariff rate for each impacted ATCO Gas customer rate group:

	Approximate equivalent Delivery Tariff rate
Low use and ATA use	17.8 per cent
Mid use	26.2 per cent
High use	31.2 per cent
Ultra high use	46.9 per cent

This change will be effective on the later of Jan. 1, 2025, or the first day of the month following Alberta Utilities Commission approval. The average monthly franchise fee for an average residential customer is forecast to increase to approximately \$8.33 per month in 2025, which is an increase of \$1.08. An average residential customer uses about 105 gigajoules of natural gas per year.

Additional information may be obtained online at [calgary.ca/franchisefeeupdate](http://calgary.ca/franchisefeeupdate).

You may send your support for, concerns about, or objections to the application in writing to ATCO Gas and Pipelines Ltd. or The City of Calgary **on or before Nov. 20, 2024** at:

#### ATCO Gas and Pipelines Ltd.

Franchise Coordinator  
5302 Forand Street S.W.  
Calgary, AB T3E 8B4

Telephone: 310-5678

Email: [franchisecoordinatorgas@atco.com](mailto:franchisecoordinatorgas@atco.com)

#### The City of Calgary

Regulatory Affairs  
800 Macleod Tr. S.E.  
P.O. Box 2100, Stn. M  
Calgary, AB T2P 2M5

Telephone: 311

Email: [franchisefee@calgary.ca](mailto:franchisefee@calgary.ca)

Any submissions received will become part of the public record and the application to the Alberta Utilities Commission.

For more information on franchise fees or how your submission will be used, please contact either ATCO Gas and Pipelines Ltd. or The City of Calgary at the addresses listed above.

Personal information in your submission is collected under the authority of section 33(c) of the Freedom of Information and Protection of Privacy Act.

A copy of the new franchise agreement will be made available upon request. A copy of the new franchise agreement may also be reviewed by the public during office hours, 8 a.m. to 4:30 p.m., Monday to Friday, at the City Clerk's Office, Corporate Records Section, Ground Floor, Administration Building (Municipal Complex), 313 7th Ave. S.E., Calgary, AB.

### For more information:

For more information about the AUC or its approval process associated with franchise applications, please contact the AUC directly at 310-4AUC or at [info@auc.ab.ca](mailto:info@auc.ab.ca).

The Alberta Utilities Commission is an independent, quasi-judicial regulatory body responsible for making decisions about utility-related applications.

Issued on Oct. 31, 2024.

Alberta Utilities Commission