

Local Access Fee (LAF)

The Local Access Fee (LAF) is a fee set in agreement with the City of Calgary that applies to all electric services located within the City of Calgary. It is a fee in lieu of property taxes and other fees or charges payable to the City by ENMAX Power, the operator of the electric distribution utility in Calgary. ENMAX Power collects the fee on a monthly basis from all retail sellers of electricity in Calgary.

The LAF as of January 1, 2014 is:

LAF Wires Component:

11.11% of the total revenue from Distribution Tariff rate charges in the billing period,

plus

LAF Energy Component:

11.11% of the monthly RRO Energy Charge per kWh of Energy Delivered.

January 2014 LAF Energy Component Calculation:

January 2014 RRO Energy Charge	\$0.078040	per kWh
X 11.11%	<u>\$0.008670</u>	per kWh