



I & F MEETING SUBMISSION

UNFINISHED BUSINESS

April 2, 2025

Franchise Fees Revisited

RECOMMENDATION:

That Council reviews the attached information regarding franchise fees based on the example of the GR Davis Administration Building and comes prepared to discuss future franchise fees.

DETAILS:

Council requested an example of an institutional franchise customer and the impact of franchise fee changes.

PURPOSE:

To determine franchise fee rates prior to 2026.

ANALYSIS & OPTIONS:

Staff have taken the December 2024 gas and electric bills for the GR Davis Administration building and used those bills' transmission and distribution charges as the base for this analysis for both electric and gas franchise fees.

FINANCIAL IMPLICATIONS:

Franchise fees affect all electrical and gas customers, so this analysis only addressed one type of customer being affected.

COUNCIL STRATEGIC PLAN:

-N/A

APPLICABLE LEGISLATION:

ATTACHMENTS:

Enmax and GasAlbertaEnergy bills for December 2024 for the GR Davis building as documentation as to the consumption numbers used in the franchise fee analysis.

Also attached is the spreadsheet for changing the franchise fee based on this example and a summary tab of annual and monthly cost changes for this example.

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