



December 9, 2015

TO ALL INTERESTED PARTIES:

RE: MARKET SURVEILLANCE ADMINISTRATOR 2016 BUDGET

The Market Surveillance Administrator (MSA) has received approval from the Chair of the Alberta Utilities Commission, Willie Grieve QC, for its 2016 budget in the amount of \$3,904,185. As a result of AUC Decision 3110-D03-2015, the MSA recently was reimbursed for legal and expert costs in relation to AUC proceeding 3110. Consequently the MSA expects to have a revenue deferral at year end sufficient to meet its operating requirements in 2016. As such, the MSA has not requested a trading charge for 2016 and, effectively, the cost reimbursement funds will flow back to consumers during the year.

The MSA thanks industry participants for their support and advice with respect to our initiatives in 2015 and looks forward to working with stakeholders to advance fair efficient and openly competitive electricity markets in 2016.

Yours truly,

/s/ Harry Chandler

Administrator