

October 19, 2021

RE: Central East Transfer Out Transmission Project - Notice of Project Approval

In October 2020 or March 2021, ATCO Electric Ltd. (ATCO) notified you it had filed its Facility Application for the Central East Transfer Out Transmission Project (the Project) to the Alberta Utilities Commission (AUC). We are writing to update you that on August 10, 2021 the AUC approved ATCO's Facility Application and granted ATCO permits to construct, and licences to operate, the Project.

Thank you to everyone who took the time to share their feedback. ATCO remains committed to working with those affected to minimize the impacts of the Project to the extent reasonably practicable.

In its Facility Application, ATCO included a Preferred (Route Option A) and Alternative (Route Option C) routes as well as several route variations for the transmission line. The AUC has approved ATCO's Route Option A combined with its Route Option ABC to connect to AltaLink's approved route at Connection Point 4 (CP4). The enclosed reference map shows ATCO's entire approved route in red, with route options and variations not approved in black dashed lines. The AUC's decision also approved the alteration and expansion of the existing Tinchebray 972S substation.

Next Steps

The construction of the Project is staged to align with generation milestones in the area, so that transmission capacity is built as generation targets are met. When these generation milestones have been met, the Alberta Electric System Operator (AESO) will direct ATCO to begin construction in two distinct stages:

Stage 1: Build the transmission line with conductors strung on both sides but only energize one circuit and install new equipment at the Tinchebray 972S substation.

Stage 2: Energize the second circuit and expand the Tinchebray Substation and install additional equipment to facilitate the energization of the second circuit.

Once ATCO has received direction from the AESO to begin construction of each respective stage, we will notify stakeholders within 800 metres of the approved route regarding the construction schedule and activities. In addition, an ATCO representative will contact landholders regarding any work required on their lands and acquisition of the necessary land rights at that time.

To view the full AUC decision for this project, please visit the AUC website (www.auc.ab.ca). A copy of the AUC decision report is also available are available at www.ATCO.com (click on "Projects").

Please contact us at your earliest convenience should you have any questions or comments regarding the Project.

Sincerely, <originally signed by> Jeff Sansom Project Planner, Lands ATCO Electric Ltd.

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