



Frequently Asked Questions

Fuel Stabilization Rate (FSR) Fund

1. What is the Fuel Stabilization Rate (FSR) Fund?

Qulliq Energy Corporation (QEC) maintains an FSR Fund. The purpose of the FSR Fund is to offset the price differences that arise between actual fuel prices and the price of fuel used in setting the current electricity rates in Nunavut.

2. How does QEC address the fluctuations in the FSR Fund?

The Corporation must apply to the Minister responsible for QEC for a fuel rider charge, or refund, if at any time the FSR Fund is expected to exceed the threshold balance of plus or minus \$1 million within a six-month period. QEC recently submitted an application to the responsible minister requesting a fuel rider refund.

3. What is a fuel rider charge or refund?

It is an additional charge or refund on customer bills intended to recover a deficit or refund a surplus in the FSR Fund. It is determined by changes in the price of fuel.

If current fuel prices are higher than the fuel price that was used in setting the current electricity rates, it may result in an FSR Fund deficit where the shortfall is collected from customers through a charge on monthly bills.

If current fuel prices are lower than the fuel price that was used in setting the current electricity rates, it may result in an FSR Fund surplus that is refunded to the customers through a refund on monthly bills.

4. What is the proposed fuel rider amount for this FSR application?

The current FSR application is seeking approval to apply a fuel rider refund of a 1.25 cents per kilowatt-hour to QEC customers for the period of October 1, 2020, to March 31, 2021.

5. How does the fuel rider impact my monthly power bill?

Based on current electricity rates, residential customers who use approximately 500 kilowatt hours per month can expect to see a refund of approximately \$6.60 (including GST) on their monthly bill.



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Qulliq Energy Corporation
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Qulliq Alruyaktuqtunik Ikumatjutiit

6. The Minister, after seeking the advice of Executive Council, will issue instructions to QEC.

12. Where can I find more information on QEC's FSR application?

For more information on QEC's fuel rider, please visit the QEC website at www.qec.nu.ca or call the Customer Care division at 1-866-710-4200.