

**Yukon Energy Corporation
Rate Schedule 39 – Escalation of Demand and Energy Charges
under OIC 2007/94**

**Yukon Utilities Board Information Request (YUB) Round 1
to Yukon Energy Corporation (YEC)**

YUB-YEC-1

Reference:

Application, page 1

Quote:

YEC committed to file for approval of the Board any further changes to Rate Schedule 39 as may be required to address escalation of demand and energy charges as provided for in OIC 2007/94. In this regard, has YEC committed to submit a letter to the Board prior to December 5 of each related year setting out, for approval by the Board, the adjustments to rates as required to effect escalation of demand and energy charges as directed by OIC 2007/94.

Request:

- (a) Please confirm that YEC did not make a similar application prior to December 5, 2009.
- (b) If part (a) has been confirmed, please explain why no such application was made.

YUB-YEC-2

Reference:

Application, page 1

Issue/Sub-Issue:

Proposed Rate Schedule 39 increase

Quote:

The most recent data available from Statistics Canada, in the 12-month Implicit Chain Price Index is for the Third Quarter of 2010 and indicates that the latest percentage increase is 2.8%.

Request:

- (a) Please provide the incremental revenue for 2011 to YEC if the Board approves the requested escalations.
- (b) Please confirm that for the YEC/YECL 2009 Phase II proceeding, it was the position of the Companies (YEC and YECL) that the revenue to cost ratio for Rate Schedule 39 customers exceeded unity.
- (c) If part (b) is confirmed, then please provide the justification to increase this rate (Rate Schedule 39) further.
- (d) If part (b) cannot be confirmed, please provide all references from the record of the YEC/YECL 2009 Phase II proceeding that shows evidence that the revenue-to-cost rate for Rate Schedule 39 are less than unity.

- (e) Please confirm the proposed escalation is not cost-based (i.e. based on a new cost of service study) but index based.
- (f) Can YEC provide its estimate of incremental costs to provide service in 2011 to Rate Schedule 39 customers? If so please provide the estimated costs showing price and volume variances.

YUB-YEC-3

Issue **Who Will Benefit from the Proposed Rate Increase for Rate Schedule 39**

Request

- (a) Is YEC of the view that the requested rate increase should go directly to YEC? Please justify this position.
- (b) Could any portion of the rate escalation be shared with customers through some form of deferral account?
- (c) If YEC affirms the premise of part (b), how would YEC propose to share any portion of the escalation with all customers?