



Office of the Minister
Box 2703, Whitehorse, Yukon Y1A 2C6

March 5, 2007

Ms. Wendy Shanks
Vice-Chair
Yukon Utilities Board
19 - 1114 1st Avenue
Whitehorse, Y.T. Y1A 1A3

Dear Ms. Shanks:

RE: CARMACKS-STEWART TRANSMISSION LINE

Thank you for your recommendations of January 15, 2007 on Yukon Energy Corporation's 20 Year Resource Plan. I note that the Yukon Utilities Board's (YUB) recommendation on the Carmacks-Stewart (CS) transmission line was not firm because of the absence of a final Minto Purchase Power Agreement (PPA) to review. However, I understand that you have now received the final agreement and are currently reviewing the agreement and its impact on the CS transmission line.

It is the government's intention to designate the CS transmission line as a regulated project under Part 3 of the *Public Utilities Act* and refer the project to the YUB for review and recommendations. This will also include a review of the PPA. I expect the designation of the CS transmission line as a regulated project will occur within the next few weeks. Therefore, to ensure a comprehensive review of these matters, I am writing to request that you provide your final recommendations on the PPA as part of the Part 3 review of the project.

Thank you for your continuing work on these important issues.

Sincerely,

Marian C. Horne
Minister of Justice

c. Archie Lang, Minister of Energy, Mines and Resources

