

# Yukon Utilities Board

October 27, 2016

Registered Participants  
YECL 2016-17 GRA Proceeding

All Parties:

**Re YEC request re YEC Wholesale Rate Schedule 42 and ERA in relation to the scope of issues under consideration in the YECL 2016-17 GRA proceeding**

The Yukon Utilities Board (Board) has received the attached request from Yukon Energy Corporation (YEC), dated October 25, 2016. The request seeks clarification and confirmation that matters related to the YEC Wholesale Rate Schedule 42 and the Energy Reconciliation Adjustment (ERA) are considered out of scope for the current YECL General Rate Application (GRA) proceeding due to YEC's appeal to be heard by the Court on December 7, 2016. YEC noted that in response to Information Request (IR) YUB-YECL-47(c), YECL provided its perspective regarding the issues raised and the intent of the ERA. YECL also outlined its views on the ERA calculation proposed by YEC in the DCF-ERA proceeding and proposed an alternative rate design regarding Rate Schedule 42.

The Board has reviewed the IR and IR Response to YUB-YECL-47. The issue identified in the impugned IR relates to the Purchase Power Flow-Through Deferral Account (PPFTDA). The (b) part of the IR asked if ERA costs would be part of the PPFTDA, and the (c) part of the IR asked how the ERA charge would be calculated.

The Board has considered the request by YEC and notes that charges to be incurred in the PPFTDA, including possible ERA amounts, can be tested in YECL's 2016-17 GRA. YEC's appeal related to the ERA pertains to the recovery of ERA charges to be recovered in 2012 rates. YECL's GRA relates to the 2016-2017 test years. Forecast or deferral account amounts to be included in the test years are relevant to assessing YECL's application. The Board, however, confirms that the terms and tariffs of Rate Schedule 42 are not part of the scope of the YECL GRA proceeding.

Sincerely,



Robert Laking  
Chair

Attach (1)