

1993-6

YUKON UTILITIES BOARD

**IN THE MATTER OF A GENERAL RATE APPLICATION
FOR YUKON ENERGY CORPORATION AND
THE YUKON ELECTRICAL COMPANY LIMITED
FOR TEST YEARS 1993 & 1994**

BOARD ORDER 1993-1-6

DATED: SEPTEMBER 17, 1993

Pursuant to the *Public Utilities Act R.S.Y.T.* 1986, as amended, the Yukon Utilities Board (the "Board") conducted a public hearing in Whitehorse with respect to a joint application by Yukon Energy Corporation ("YEC") and the Yukon Electrical Company Limited (YECL") for a General Rate Application for 1993 and 1994 (1993/94 G.R.A.) whereby YEC and YECL requested an increase in rates to be charged by them. This Board, having heard extensive evidence and submissions, believes that it is in the public interest to make the rate order now and provide reasons for this decision at a later date.

In accordance with the objectives stated at the beginning of the 1993/94 G.R.A. public hearing, this Board has determined rate bases and revenue requirements which will: 1) allow YEC and YECL sufficient funds to operate a reliable system while recovering capital costs for capacity not presently required, 2) ensuring that utility rates for Yukoners are just and reasonable, and in accordance with the *Public Utilities Act* and Orders-In-Council enacted pursuant to the *Public Utilities Act*.

In their amended application and the evidence called by YEC and YECL, the applicants took the position that rates for 1993 and 1994 should be based on the following revenue requirements:

	<u>1993</u>	<u>1994</u>
YEC	\$28,543,000	\$24,591,000
YECL	\$33,372,000	\$34,308,000

This Board, for reasons to be set out later in a separate Order, has determined that the following should be the revenue requirements:

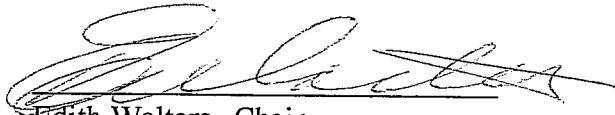
	<u>1993</u>	<u>1994</u>
YEC	\$23,601,000	\$20,820,000
YECL	\$32,360,000	\$33,305,000

This decision has the effect of reducing the aggregate revenue requirement of YEC and YECL by \$5,954,000 for 1993 and \$4,774,000 for 1994.

The Board directs YEC and YECL to submit to the Board by October 12, 1993 proposed rate schedules, to be effective November 1, 1993, to reflect the results of this decision and its impact, if any, on inter-company sales and growth in unbilled revenue.

This Board will provide reasons for this decision as soon as possible.

DATED this 17 day of September, 1993.

A handwritten signature in cursive script, appearing to read 'Edith Walters', written over a horizontal line.

Edith Walters, Chair
Yukon Utilities Board