1998-2

YUKON UTILITIES BOARD

P.O. Box 6070, 19 - 1114 First Avenue, Whitehorse, Yukon Y1A 5L7 Telephone (403) 667-5058, Fax (403) 667-5059

Our file no.: 2210 Your file no.:

April 17, 1998

By fax

R. McWilliam Yukon Energy Corporation P.O. Box 5920 Whitehorse, Yukon Y1A 5L7

Dear Sir:

Re: YEC Application for Rate Schedule 34

I enclose a copy of Board Order #1998-2 with respect to the YUB approval of Rate Schedule 34.

Yours truly,

Jim Slater

Attachment

сс	J. Carroll	YECL
	P. Moreau	Anvil Range
	L. Bagnell	AYC
	G. Everitt	Dawson
	P. McMann	Ec. Dev
	B. Byers	Energy Comm.
	J. McLaughlin	Faro
	M. McInnis	Mayo
	R. Clarkson	NEE
	R. Veale	RRDDC
	R. Rondeau	UCG
	B. Newell	Whse

P. Percival

2. All revenue derived from Rate Schedule 34, less reasonable incremental costs associated with supplying the Faro mine site under this rate schedule, shall be placed in a deferral account for subsequent application to the benefit of customers as directed by the Board.

Dated at the City of Whitehorse, in the Yukon Territory, this // day of April, 1998.

BY ORDER

Brian Morris

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Chair

AN ORDER IN THE MATTER OF the Public Utilities Act Revised Statutes, 1986, c. 143, as amended

and

An Application by Yukon Energy Corporation

BEFORE:	B. Morris, Chair)	
	G. Duncan, Vice Chair)	
	G. Leslie, Member)	April 17, 1998

ORDER 1998-2

WHEREAS:

- A. On April 7, 1998, the Anvil Range Mining Corporation ("Anvil") filed an urgent request with the Yukon Utilities Board (the "Board") to have service restored to the Faro mine site to permit the maintenance of water levels in the mined-out Faro pit and prevent the release of untreated contaminated water into the water shed, and requested the provision of interruptible site maintenance energy in accordance with Rate Schedule 40 at the rate of \$0.11per kWh, beginning the week of April 20, 1998.
- B. Anvil cannot meet the terms and conditions of Rate Schedule 40 and requires firm power supply.
- C. In reply to the Board's request for a response to the Anvil requests, on April 15, 1998, Yukon Energy Corporation ("YEC") (the "Company") filed an application to create Rate Schedule 34 to specify the rates and terms of service to the Faro mine site during periods when Rate Schedule 39 is not in effect.
- D. The Board has reviewed the above application and rate schedule.

THE BOARD THEREFORE orders as follows:

1. The rates and terms of Rate Schedule 34, attached as Appendix A, are approved on an interim refundable basis effective April 20, 1998 until such time as a hearing process to finalize 1997 rates is established.

Effective:

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RATE SCHEDULE - 34 FARO MINE FIRM SHUTDOWN POWER

AVAILABLE:

To the Faro mine site served by YEC after shutdown of the facility and disconnection of Rate Schedule 39 service by YEC.

APPLICABLE:

Only during calendar months when no mining or milling activities occur at the Faro site. Reconnection of the customer for this specific service is exempt from the requirements set out in Electric Service Regulation 4.18 (Reconnection or Restoration of Service) until such time as any mining or milling is resumed at the Faro site, at which time the requirements of Electric Service Regulation 4.18 apply. as described below.

RECONNECTION REQUIREMENTS BEFORE RESUME PRODUCTION:

Immediately upon resumption of any mining or milling at the Faro mine site, YEC shall disconnect this customer unless the customer has already paid YEC any and all amounts required for restoring service pursuant to Electric Service Regulation 4.18 (Reconnection or Restoration of Service), and for this purpose each month of service pursuant to this Rate Schedule 34 shall be included as an added month of disconnection. During any calendar month when any level of mining or milling actually occurs at the Faro site, all energy (kWh) and power (kVA) recorded at the customer's facilities will be billed under the standard industrial Rate Schedule 39.

RATE:

Energy Charge

All Energy Consumption

11.00¢/kW.h

RATE MODIFICATIONS

APPLICABLE:

For fuel adjustment Rider, see Rider F. For 1996 revenue shortfall surcharge Rider, see Rider G for Industrial.

BILLING:

Payment of a bill in advance for estimated monthly service is due and payable prior to service in any month and settlement of the final amount for each month's bills is to be made by YEC and the customer within five days after the meter has been read by YEC at the Faro mine.

ELECTRIC SERVICE

REGULATIONS:

The Company's Electric Service Regulations approved by the Yukon Utilities Board, except as amended by this rate schedule, form part of this rate schedule and apply to the Company and every customer supplied with electric service by the Company in the Yukon and British Columbia. Copies of the Electric Service Regulations are available for inspection in the offices of the Company during normal working hours.