

**IN THE MATTER OF the Public Utilities Act
Revised Statutes of Yukon, 2002, c. 186, as amended**

and

**An Application by The Yukon Energy Corporation
For the approval of the January 20 2006 second compliance filing for 2005
And financial forecast for 2006**

BEFORE: Wendy Shanks) April 1, 2006
Michael Phillips)
Richard Hancock)

REVISED BOARD ORDER 2006-4

WHEREAS:

- A. In Order 2005-12, dated October 17, 2005, the Board ordered:
The current interim rates for residential and commercial customers are set as permanent effective January 1, 2005. YEC is to fund its approved 2005 revenue shortfall from the Faro Mine de-watering deferral account. The 2005 approved revenue shortfall is the maximum drawdown allowed for each of the calendar years of 2005 to 2007. YEC is to file a financial forecast by December 1, 2005, to confirm the drawdown to be approved for the 2006 calendar year and a financial forecast by November 1, 2006, to confirm the drawdown that is approved for the 2007 calendar year.
- B. In Order 2005-13, dated, November 28, 2005, the Board amended order 2005-12 to require the 2006 forecast to be filed "two weeks after the compliance filing."
- C. On January 20, 2006, YEC filed forecast 2006 results to "confirm the drawdown to be approved for the 2006 calendar year."
- D. On January 23, 2006, YEC filed amendments to its January 23 submission.
- E. On February 23, 2006, the Board issued Order 2006-01 outlining the process for reviewing the submissions
- F. The Board issued information requests related to the 2006 forecast to YEC on Tuesday, February 28, 2006.
- G. Responses to information requests were submitted to the Board on Tuesday, March 14, 2006.

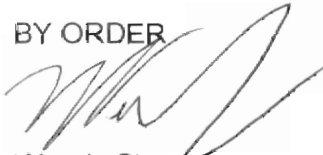
- H. Comments from the Utilities Consumer Group ("UCG") and Mr. McMahon were received on Tuesday March 21, 2006.
- I. Reply Comments from YEC were received on Tuesday March 28, 2006.

NOW THEREFORE the Board orders as follows:

- 1. The Board has reviewed YEC's revised compliance filing for 2005 and approves the proposed revenue requirement of \$26,036,000 and the proposed drawdown of \$292,000 from the Faro account for 2005.
- 2. The Board has reviewed the forecasts for 2006, responses to information requests, and submissions by parties. The Board finds the 2006 forecast drawdown of the Faro account of \$292,000 to be appropriate and approves the drawdown.
- 3. This approval is not approval of any portion of revenue requirement or rate base. Rate base will be reviewed in detail and the Board will rule on rate base in YEC's next General Rate Application.

DATED at the City of Whitehorse, in the Yukon Territory, this 2 day of April 2006.

BY ORDER



Wendy Shanks
Acting Chair