

File: 3305-02-04

November 23, 2018

Yukon Utilities Board  
Box 31728  
Whitehorse, YT  
Y1A 6L3

Attention: Mr. Robert Laking, Chair

**Re: Quarterly Adjustment to Secondary Sales Rates as of January 1, 2019**

Pursuant to Rate Schedule 32 Secondary Energy (as approved in Board Order 2005-12), the following sets out the quarterly adjustment to the Secondary Energy rate effective for consumption on or after January 1, 2019.

***January 1, 2019 Rate Determination***

As outlined in Rate Schedule 32, the Secondary Energy rate for January 1, 2019 is based on the published Yukon Territorial Government – Bureau of Statistics biweekly price for Furnace Oil in Whitehorse for the three reporting periods prior to the 20<sup>th</sup> day of November 2018. The lowest value of the three (net of GST) is the “Oil Price Index”. The three reported values (including GST) are as follows:

October 10, 2018	=	\$ 1.276 /litre
October 24, 2018	=	\$ 1.31 /litre
November 7, 2018	=	\$ 1.31 /litre

Consequently the Oil Price Index for the January 1, 2019 rate is 121.52 cents/litre (the October 10, 2018 value of 127.60 cents/litre less the GST included in that value). An Oil Price Index of 121.52 cents/litre equals a Secondary Energy price of 8.5 cents/kWh (compared to the October 1, 2018 revised price of 7.9 cents/kWh) and results in a Rate Schedule 43 Wholesale Secondary energy price of 7.4 cents/kWh (compared to the October 1, 2018 revised price of 6.8 cents/kWh).

	<b>Oct 1 Rate</b>	<b>Increase</b>	<b>January 1 Rate</b>
<b>Secondary Energy</b>	7.9 cents/kWh	0.6 cents/kWh	8.5 cents/kWh
<b>Wholesale Secondary Energy</b>	6.8 cents/kWh	0.6 cents/kWh	7.4 cents/kWh

***Notification of Interested Parties***

Rate Schedule 32 provides that the Secondary Energy Charge is to be filed with the Board at least 30 days in advance of the Rate Period. As with past notifications regarding the rate change, Yukon Energy is providing notice to ATCO Electric Yukon (AEY) at the same time as this notice is sent to the Board. The updated Rate Schedule 32 rate sheet will also be posted on Yukon Energy’s website. Secondary Retail customers will be notified by a billing advisory message on their monthly bill when their retail account is actively in service.

***Current Status of Secondary Sales***

At the present time, YEC is not forecasting any secondary sales availability for non-SCADA connected customers this year due to low water conditions in certain reservoirs and a corresponding lack of surplus hydro.

Sincerely,



Ed Mollard  
Chief Financial Officer

Email copy: ATCO Electric Yukon