

May 13, 2022

Mr. Richard Buchan, Chair
Yukon Utilities Board
Box 31728
Whitehorse, Yukon Y1A 6L3

Dear Mr. Buchan:

Re: Yukon Energy 2021 General Rate Application – Compliance Filing

Attached are responses to the Interrogatories (IRs) provided by the Board in Order 2022-06.

During the review of the Compliance Filing IRs, YEC identified revisions required to the Compliance Filing, including revisions required due to the June 1, 2022 rate implementation proposed in the April 14, 2022 Compliance Filing no longer being feasible. Accordingly, YEC also provides with this correspondence a revised set of Compliance Filing tables and rates as well as updates to the rate implementation dates to provide for July 1 or August 1 rate implementation.

The following changes were made to the Compliance Filing:

- **Amortization expenses** – As indicated in response to YUB-YEC-1-1 (d) and (e) for the Compliance Filing, while reviewing the Compliance Filing amortization expenses as shown in Table 1.1-2, YEC noticed that the amortization expense related to written-off DSM costs had in error not been removed from the amortization expense. This error has now been corrected and amortization expense has been reduced by \$0.198 million. This adjustment also impacts the balances for DSM and Rate Case deferred costs which are reflected in mid-year rate base changes.
- **Depreciation expenses** – As indicated in response to YUB-YEC-1-2 for the Compliance Filing, this revised Compliance Filing includes accelerated depreciation to \$0.848 million transmission assets for YEC system improvements funded by VGC Group that serve VCG Group mine as per paragraph 196 in Appendix A to Board Order 2022-03.
- **Mid-year Rate Base** – The 2021 revenue requirement is reduced by \$0.05 million due to change in mid-year rate base to reflect reduced depreciation and amortization expenses as well as changes in DSM and Rate Case balances for the corrections related to treatment of written-off DSM costs.



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Please direct any questions on this communication to the undersigned.

Yours truly,

A handwritten signature in black ink, appearing to read "Ed Mollard", is written over a faint horizontal line.

Ed Mollard
Vice President, Finance & CFO