



The Yukon Electrical Company Limited  
An ATCO Company

February 9, 2009

Yukon Utilities Board  
P.O. Box 31728  
Whitehorse, Yukon  
Y1A 1A3

Attention: Ms. Wendy Shanks, Chair

Dear Ms. Shanks:

Pursuant to Section 8 of OIC 1995/90, Yukon Electrical Company Limited and Yukon Energy Corporation (the Companies) are hereby notifying the Board of a decrease in the automatic fuel price adjustment rider (Rider F) from 1.860 cents per kW.h to zero (0.0) cents per kW.h. The decrease will be effective for bills rendered on or after March 1, 2009.

Due to fuel price decreases since the last adjustment in August 2008, the diesel fuel price variance shortfall accumulated during 2008 has been recovered. There will be an estimated surplus in the Rider F account of \$600,000 by the end of February 2009 (based on use of the last GRA fuel price of 1997 for YECL and 2005 for YEC). This surplus is forecast to be eliminated by the end of May with the revised lower Rider F rate.


The Rider will be materially impacted by the Board's imminent ruling on YEC's General Rate Application ("GRA"). Accordingly, Rider F will remain at the new adjusted level of zero at least until the Board's decision on that GRA is implemented. We expect this will not be until June 1<sup>st</sup>, given the timelines faced for the Compliance filing and lead time for rate changes in the billing system.

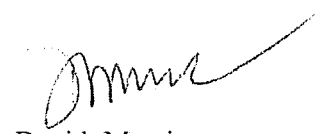
In the meantime, the Companies believe it is important to lower Rider F which will benefit ratepayers immediately.

Yours sincerely,

The Yukon Electrical Company Limited

Yukon Energy Corporation

  
Jerome Babyn  
General Manager

  
David Morrison  
President and CEO