



ROBERT J. PELLATT
COMMISSION SECRETARY

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January 17, 1997

Mr. David A. Harrison
Senior Vice President
Corporate & Financial Affairs and
Chief Financial Officer
British Columbia Hydro and Power Authority
18th Floor, 333 Dunsmuir Street
Vancouver, B.C.
V6B 5R3

Dear Mr. Harrison:

Re: British Columbia Hydro and Power Authority
Unit Pricing - Electric Tariff Supplements No. 7 and No. 8

The Commission approves and accepts for filing B.C. Hydro's Diesel Generation Costs, as outlined in the July 15, 1996 letter, covering the period July 1, 1996 to June 30, 1997. The rates for the following Tariff Supplements are therefore adjusted to 16.01¢/kWh:

- Electric Tariff Supplement No. 7 - Interruptible Electricity Supply Agreement with Central Coast Power Corporation; and
- Electric Tariff Supplement No. 8 - Interruptible Electricity Supply Agreement with Queen Charlotte Power Corporation.

Please note that as per your request, the Diesel Generation Costs Table for Rate Zone II will be held as confidential at this time. Should a request be made for its release, B.C. Hydro will be given an opportunity to demonstrate why the information should continue to be held as "confidential" prior to its release.

Yours truly,

A handwritten signature in black ink, appearing to read "Robert J. Pellatt", with a stylized flourish at the end.

Robert J. Pellatt

RJP/cms