



LETTER No. L-25-02

ROBERT J. PELLATT
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VIA FACSIMILE

June 28, 2002

Mr. George Isherwood
Manager Rates & Contract Administration
Aquila Networks Canada (British Columbia) Ltd.
P.O. Box 130
Trail, B.C. V1R 4L4

Dear Mr. Isherwood:

Re: Subcontractor Agreement
between UtiliCorp Networks Canada (British Columbia) Ltd.
(now known as Aquila Networks Canada (British Columbia) Ltd.) and
UtiliCorp British Columbia Ltd. ("UCBC")

The Commission has reviewed the August 31, 2001 Subcontractor Agreement between UNC, now known as Aquila Networks Canada (British Columbia) Ltd., and UCBC and hereby approves the agreement for Aquila. The Commission anticipates that the net revenues to Aquila from the Subcontractor Agreement will be treated as "Other Income" and shared between Aquila and its ratepayers under the current incentive agreement until it expires on December 31, 2002.

Yours truly,

Original signed by:

Robert J. Pellatt

RJP/ac