

ERICA M. HAMILTON COMMISSION SECRETARY Commission.Secretary@bcuc.com web site: http://www.bcuc.com

VANCOUVER, B.C., CANADA, V6Z 2N3 TELEPHONE: (604) 660-4700 BC TOLL FREE: 1-800-663-1385

SIXTH FLOOR, 900 HOWE STREET, BOX 250

FACSIMILE: (604) 660-1102

Log No. 27595, 28033

VIA E-MAIL

December 24, 2008

TO: BC Hydro 1823 Customers

Dear Sir/Madam:

Re: British Columbia Hydro and Power Authority ("BC Hydro") Amendments to Customer Baseline Loads

On November 14, 2008, BC Hydro filed an application ("Application") seeking British Columbia Utilities Commission ("Commission") approval of revised F2008 and new F2009 CBLs (shown in Appendix A of the Application in the columns titled "Adjusted F2008 CBL (366 days)" and "F2009 CBL for Approval") for BC Hydro customer accounts served on RS 1823. BC Hydro has also applied for approval of new and revised CBL adjustment tariff practices (clean and black-lined) that arose during the development of the F2009 CBLs.

On December 22, 2008 BC Hydro filed an additional seven F2008 and F2009 CBLs for approval ("December 22 Filing"). In its December 22 Filing, BC Hydro notes that one CBL remains to be filed with the Commission due to the technical complexity of the review of the CBL adjustment request, and that BC Hydro expects to file that remaining CBL separately in early 2009.

Since the CBLs are required for billing purposes, BC Hydro has requested an order from the BCUC approving, on an interim basis, the F2009 CBLs effective April 1, 2008. BC Hydro states that the CBL revisions proposed in the Application are in accordance with sections 4.1.2.1 (BC Hydro funded DSM projects completed during the billing year), 4.1.2.2 (Plant Capacity Increases) and 5.2 (Aggregated CBL Revisions) of TS No. 74 and the "Plant Capacity Increases" and "Plant Downsizing" sections in the CBL Adjustment Tariff Practices. Per section 6.2.1 of Tariff Supplement No. 74 - the CBL Determination Guidelines, BC Hydro has submitted all F2009 CBL determinations, and any required adjustments to the F2008 CBLs, to the customer for review and comment prior to this filing.

LETTER No. L-64-08

2

BC Hydro is being requested to provide each RS 1823 customer with a copy of this letter, attached Order G-202-08, and the proposed new CBL Adjustment Tariff Practice by January 12, 2009. By way of a copy of this letter and attachments, customers are invited to comment on the proposed CBL Adjustment Tariff Practice by January 30, 2009.

Each RS 1823 customer, except for the one customer that has yet to receive its new or revised CBL, is requested to inform the Commission by January 30, 2009, as to whether or not it disputes its Adjusted F2008 CBL or F2009 CBL as proposed by BC Hydro in the Application. The customer that has yet to receive its new or revised CBL is to similarly respond within thirty days of receiving its new or revised CBL from BC Hydro. In the event that any customer does not so advise the Commission by the date stipulated for it, the Commission will conclude that the customer agrees with the CBLs proposed by BC Hydro and the proposed revisions to the CBL Adjustment Tariff practices. After receiving the responses, the Commission will determine what further process, if any, is required.

Yours truly,

Original signed by:

Erica M. Hamilton

JWF/rt

cc: Ms. Joanna Sofield Chief Regulatory Officer

British Columbia Hydro and Power Authority