

M A N I T O B A) **Order No. 42/10**
)
THE PUBLIC UTILITIES BOARD ACT) **April 27, 2010**

BEFORE: Graham Lane, C.A., Chairman
Robert Mayer, Q.C., Vice-Chair
Len Evans, LL.D., Member

**MANITOBA HYDRO: INTERIM EX PARTE APPROVAL
OF THE CURTAILABLE RATE PROGRAM
REFERENCE DISCOUNT, EFFECTIVE APRIL 1, 2010**

BACKGROUND

On April 26, 2010, Manitoba Hydro (MH) applied to the Public Utilities Board (Board) for interim ex parte approval of MH's Curtailable Rate Program Reference Discount (CRP), to be applied to April billings effective April 1, 2010.

The application was made pursuant to MH's Terms and Conditions of Service, which were approved by the Board by Order 7/03, February 3, 2003 and modified in Order 90/08, June 30, 2008.

Under the Terms and Conditions of Service, MH is required to file the CRP adjusted for inflation on an annual basis. Effective April 1, 2010, MH proposed the discount rate be increased from \$3.03 to \$3.08/kW of curtailable load. The inflation adjustment factor is +1.5%, as reflected in the CPI, published by Statistics Canada April 26, 2010.

BOARD FINDINGS

The Board has reviewed MH's application and will approve the amended CRP effective April 1, 2010, on an interim ex parte basis.

IT IS THEREFORE ORDERED THAT:

1. Manitoba Hydro's application for approval of the Curtailable Rate Program Reference Discount as set out in attached Schedule 1 BE AND IS HEREBY APPROVED on an interim ex parte basis.
2. This Interim Ex Parte Order shall be in full force and effect until confirmed or otherwise by a further Order of the Board following a public hearing.

THE PUBLIC UTILITIES BOARD

"GRAHAM LANE, C.A."

Chairman

"H. M. SINGH"

Acting Secretary

Certified a true copy of Order No. 42/10 issued
by The Public Utilities Board

Acting Secretary

CURTAILABLE RATE PROGRAM

REFERENCE DISCOUNT

APRIL 2010

FORMULA:

The Monthly Reference Discount shall equal A, where:

A = The amount of the Reference Discount which is related to Generation Deferral benefits, expressed in Canadian Dollars for 2003/04, and adjusted by the annual inflation factor as of April 1 of each fiscal year.

REFERENCE DISCOUNT - APRIL 2010:

A = \$2.75/kW/month (Cdn. \$) * annual consumer price index of

2004	+0.2%
2005	+3.2%
2006	+1.8%
2007	+2.6%
2008	+1.3%
2009	+1.1%
2010	+1.5%

Reference Discount = \$2.75 + \$0.01 + \$0.09 + \$0.04 + \$0.07 + \$0.04 + \$0.03 + \$0.05
= \$3.08/kW of curtailable load (Cdn. \$)