

**Richard Stout**  
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March 30, 2004

Mr. Robert J. Pellatt  
Commission Secretary  
British Columbia Utilities Commission  
PO Box 250  
600 – 900 Howe Street  
Vancouver, BC V6Z 2N3

Dear Mr. Pellatt:

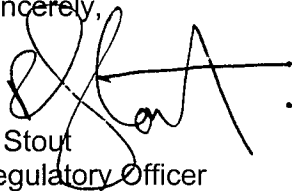
**RE: British Columbia Hydro and Power Authority (“BC Hydro”)  
Project 3698360  
BC Hydro Revenue Requirement 2004/05 2005/06 Application**

Further to the letter BC Hydro filed March 29, 2004 in this proceeding attaching responses to the second round of information requests and direct testimony, BC Hydro writes to advise that it will also be filing on Friday April 2, 2004 a further supplement to the Application. A revised Chapter 2A will be filed with schedules that reflect the proposed rate increase for F2005 of 8.9% on a final basis (7.23% on an interim and final basis from April 1, 2004 and an additional 1.67% on a final basis 30 days after the Commission issues its order,) and no further rate increase for F2006.

The revised Chapter 2A will reflect the proposed deferral account treatment previously filed as Chapter 2B. In addition, a new Chapter 6A will provide a revised Transmission Revenue Requirement, a recalculation of related rates, and updated transmission-related schedules as required.

Additionally, BC Hydro notes that the pre-hearing conference on this matter has been scheduled for Tuesday April 6, 2004. To ensure that the pre-hearing conference proceeds as expeditiously as possible BC Hydro suggests that the Commission request all parties to advise the Commission before the close of business on Friday April 2 on the issues they wish to address at the pre-hearing conference, and that informed with those views the Commission issue an agenda as early as possible Monday April 5.

Yours sincerely,



Richard Stout  
Chief Regulatory Officer

c: Registered Intervenors