Espanola Regional Hydro Distribution Corporation (ERHDC) 2009 Recovery of Payments in Lieu of Taxes Application Reply Submission EB-2009-0056 July 16, 2009

Board Staff Submission for Espanola Regional Hydro Distribution Corporation (ERHDC) Recovery of PILs Application EB-2009-0056 was received July 13, 2009. No other parties that were deemed to be intervenors in the proceeding filed submissions or were active in the proceedings. ERHDC notes that Board Staff has no concerns to be addressed with respect to either the need or the quantum of the allowance in the application for PILs in the 2009 rates in the amount of \$29,101. ERHDC is in agreement with the amount being recovered by the means of a rate rider for the duration of 2009 with the effective date being May 1, 2009 but the implementation date being September 1, 2009 and be in effect to April 30, 2010. ERHDC also agrees with Board Staff's recommendation and requests that the \$29,101 allowance for PILs then be included in the 2010 rate base.

- All of which is respectfully submitted -