

Sixth Floor, 900 Howe Street Vancouver, BC Canada V6Z 2N3

TEL: (604) 660-4700 BCToll Free: 1-800-663-1385

FAX: (604) 660-1102

ORDER NUMBER G-85-16

IN THE MATTER OF the *Utilities Commission Act*, RSBC 1996, Chapter 473

and

FortisBC Energy Inc.

Application for Amendments to Rate Schedule 46 Liquefied Natural Gas Sales,
Dispensing and Transportation Service effective April 1, 2016

BEFORE:

D. M. Morton, Commissioner
D. J. Enns, Commissioner
W. M. Everett, Commissioner
H. G. Harowitz, Commissioner
R. I. Mason, Commissioner
R. D. Revel, Commissioner

on June 9, 2016

ORDER

WHEREAS:

- A. On March 30, 2016, FortisBC Energy Inc. (FEI) applied to the British Columbia Utilities Commission (Commission), pursuant to sections 59 to 61 of the *Utilities Commission Act* (UCA), for approval of amendments to Rate Schedule 46 Liquefied Natural Gas (LNG) Sales, Dispensing and Transportation Service (Rate Schedule 46), effective April 1, 2016 (Application);
- B. In order to meet growing customer requirements for transportation services offered by FEI under Rate Schedule 46, FEI entered into an agreement to purchase additional LNG tankers for its fleet. FEI is adding four Tridem Tankers, each with a capacity of 1,450 GJ, three of which will have specialized apparatus for marine fueling application requirements (Marine Equipped Tridem Tankers);
- C. FEI proposes to add two new tanker charges to the Table of Charges for LNG Transportation Service for Rate Schedule 46 in order to recover the higher cost of these additional tankers from customers who are served by the Tridem Tankers and Marine Equipped Tridem Tankers. The proposed new tanker charges are based on the same cost recovery principles as the existing Standard Tanker charge per day or partial day;
- D. On June 1, 2016, FEI submitted a revised Application Table 1: Tridem and Marine Equipped Tridem Tanker Cost Summary to the Commission; and
- E. The Commission has reviewed and considered the Application, including the June 1, 2016 submission and determines that the requested amendments to Rate Schedule 46 should be approved.

NOW THEREFORE pursuant to sections 59-61 of the *Utilities Commission Act*, the British Columbia Utilities Commission orders as follows:

- 1. The proposed amendments as outlined in the Application for Amendments to Rate Schedule 46 Liquefied Natural Gas Sales, Dispensing and Transportation Service and in the June 1, 2016 submission, are approved, effective June 1, 2016.
- 2. FortisBC Energy Inc. must file the amended Rate Schedule 46 Tariff in accordance with the terms of this order within 30 days.

DATED at the City of Vancouver, in the Province of British Columbia, this 9th day of June 2016.

BY ORDER

Original signed by:

D. M. Morton Commissioner