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# ORDER NUMBER G-96-16

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

and

# FortisBC Energy Inc.

Application for Approval of Rates for Constructing and Operating a Compressed Natural Gas Fueling Station under the Province's Greenhouse Gas Reduction (Clean Energy) Regulation for Canadian Linen and Uniform Services Co. and for SF Disposal Queen Ltd. at FEI's Operations Centre in Burnaby

#### **BEFORE:**

K. A. Keilty, Commissioner

on June 22, 2016

### **ORDER**

## **WHEREAS:**

- A. On June 3, 2016, FortisBC Energy Inc. (FEI) applied to the British Columbia Utilities Commission (Commission), pursuant to sections 59 to 61 and 89 of the *Utilities Commission Act* (UCA), for interim and permanent approval of the rate design and rates established in the fueling services agreement between FEI and Canadian Linen and Uniform Services Co. (Canadian Linen) effective July 1, 2016 (Application). FEI also requests that the Commission keep confidential the live financial model in Confidential Appendix C;
- B. On April 11, 2013, the Commission issued Order G-56-13 accepting that the Greenhouse Gas Reduction Regulation (GGRR) established the need for Compressed Natural Gas (CNG) and Liquefied Natural Gas fueling stations that are undertaken by FEI as prescribed undertakings as defined by the GGRR, and that these prescribed undertaking projects are exempt from the Certificate of Public Convenience and Necessity requirements for the term of the GGRR;
- C. On November 27, 2013, the Lieutenant Governor in Council issued Order in Council No. 556 amending the GGRR. The GGRR was further amended by Order in Council No. 297, dated June 3, 2015;
- D. On January 14, 2016, FEI and Canadian Linen entered into a fueling services agreement that establishes the terms, conditions and rates for Canadian Linen to receive CNG fueling service from the CNG station located at FEI's Burnaby Operations Centre in Burnaby, British Columbia (Burnaby Operations Fueling Station);
- E. The expected in-service date of the Burnaby Operations Fueling Station is anticipated to be July 1, 2016; and
- F. The Commission has commenced review of the Application and determines interim rates should be approved.

**NOW THEREFORE** pursuant to sections 59 to 61 and 89 of the *Utilities Commission Act*, the British Columbia Utilities Commission orders as follows:

- 1. The rate design and rates established in the proposed fueling services agreement between FortisBC Energy Inc. and Canadian Linen and Uniform Services Co. are approved on an interim basis, effective on July 1, 2016.
- 2. The live financial model provided in Confidential Appendix C of the Application will be kept confidential.
- 3. FortisBC Energy Inc. must file an application seeking permanent rates, effective July 1, 2016, upon the determination of the actual capital expenditures for the Compressed Natural Gas station located at FEI's Burnaby Operations Centre in Burnaby, British Columbia.
- 4. Any variance between the interim rates and the permanent rates as determined by the Commission following final disposition of the Application are subject to refund or recovery, with interest at the average prime rate of FortisBC Energy Inc.'s principal bank for its most recent year.
- 5. FortisBC Energy Inc. is to file the fueling services agreement between FortisBC Energy Inc. and Canadian Linen and Uniform Services Co. in tariff supplement form for endorsement by the Commission within 30 days of the date of this order.

<b>DATED</b> at the City of Vancouver	, in the Province of British Columbia, this	22 <sup>nd</sup>	day of June 2016
<b>DATED</b> at the City of vancouver	. In the Province of British Columbia, this	22	day of June 2010

BY ORDER

Original signed by:

K. A. Keilty Commissioner