



<b>BRITISH COLUMBIA UTILITIES COMMISSION</b>	
ORDER NUMBER	G-99-88

PROVINCE OF BRITISH COLUMBIA

BRITISH COLUMBIA UTILITIES COMMISSION

IN THE MATTER OF the Utilities Commission  
Act, S.B.C. 1980, c. 60, as amended

and

IN THE MATTER OF an Application by  
Pacific Northern Gas Ltd.

BEFORE: J.D.V. Newlands, )  
Deputy Chairman; and ) November 10, 1988  
W.M. Swanson, Q.C., )  
Commissioner )

O R D E R

WHEREAS Pacific Northern Gas Ltd. ("PNG") filed for Commission approval a Firm Transportation Agreement ("FTA") between PNG and Ocelot Chemicals Inc. ("Ocelot") dated November 1, 1988 along with a Letter Agreement dated October 25, 1988 which provides for an Incentive Rate for gas delivered in excess of 92.2 percent load factor on a cumulative average basis, for a two-year period commencing November 1, 1988; and

WHEREAS the FTA becomes effective November 1, 1988 and is to transport up to  $56.7 \times 10^3 \text{ m}^3$  of gas per day to Ocelot's methanol/ammonia complex; and

WHEREAS British Columbia Petroleum Corporation ("BCPC") by Letter Agreement dated September 1, 1988 agreed to extend pricing provisions of its Gas Sales Contract dated August 1, 1981 and the Amending Letter Agreement dated November 26, 1986 for a further two years commencing November 1, 1988; and

WHEREAS the Commission has reviewed the amendments and is satisfied that the filings properly conserve the public interest.

NOW THEREFORE the Commission approves and accepts for filing the following documents effective November 1, 1988:

1. Firm Transportation Agreement dated November 1, 1988 between PNG and Ocelot and designated as Tariff Supplement No. 16, Original Sheets No. 16-1 to 16-21 inclusive.

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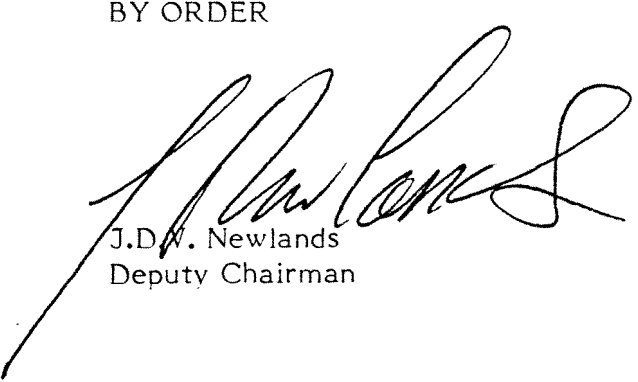
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2. Letter Agreement dated October 25, 1988 between PNG and Ocelot which provides for an Incentive Rate for gas delivered during the two-year period commencing November 1, 1988.
3. Letter Agreement dated September 1, 1988 between PNG and BCPC extending the Incentive Rate provided for under the Gas Sales Agreement, for a further two years commencing November 1, 1988.

DATED at the City of Vancouver, in the Province of British Columbia, this 18<sup>th</sup> day of November, 1988.

BY ORDER

  
J.D.W. Newlands  
Deputy Chairman

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