



**BRITISH COLUMBIA
UTILITIES COMMISSION**

**ORDER
NUMBER** G-79-90

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.G. McIntyre,)
Chairman;)
J.D.V. Newlands,)
Deputy Chairman;) November 8, 1990
N. Martin,)
Commissioner; and)
W.M. Swanson, Q.C.,)
Commissioner)

O R D E R

WHEREAS Commission Orders No. G-58-89 and No. G-71-89 approved Pacific Northern Gas Ltd.'s ("PNG") Application to extend the Incentive Gas Rate with Ocelot Chemicals Inc. ("Ocelot") in the form of Letter Agreements dated October 31, 1989 between PNG and Ocelot and PNG and the B. C. Petroleum (Kitimat) Ltd. ("BCPC") to April 30, 1990; and

WHEREAS Commission Order No. G-40-90 approved PNG's Letter Agreements dated May 1, 1990 that extended the Incentive Gas Rate to Ocelot at $\$6.194/10^3 \text{ m}^3$ for the six-month period from May 1, 1990 to October 31, 1990; and

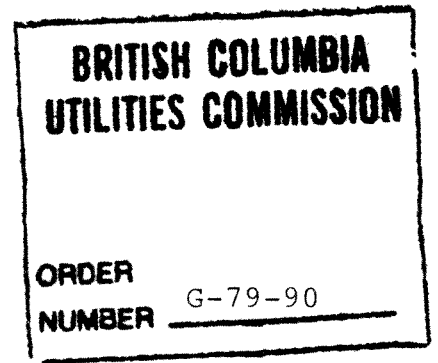
WHEREAS PNG by Letter Agreements dated October 25, 1990 applied to extend the terms of the Incentive Gas Rate arrangements with Ocelot to December 31, 1990; and

WHEREAS the Commission has reviewed the Application for extension of the Incentive Gas Rate and is satisfied that the filing properly conserves the public interest.

NOW THEREFORE the Commission orders that:

1. The following documents are approved and accepted for filing effective November 1, 1990:
 - Letter Agreement dated October 25, 1990 between PNG and Ocelot extending the Incentive Gas Rate arrangements to December 31, 1990.

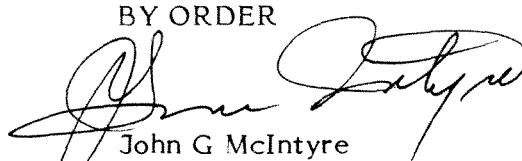
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- Letter Agreement dated October 25, 1990 between PNG and BCPC extending the extension of the Incentive Gas Rate arrangements to December 31, 1990.
- 2. The Commission's Decision on the PNG Rate Design Hearing, as it applies to the Ocelot rates, will take precedence over the approval of the extension of the Incentive Gas Rate arrangements approved by this Order.

DATED at the City of Vancouver, in the Province of British Columbia, this 14th day of November, 1990.

BY ORDER

John G McIntyre
Chairman

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