



ROBERT J. PELLATT  
COMMISSION SECRETARY

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VIA FACSIMILE

August 30, 1996

Mr. David A. Harrison  
Senior Vice President  
Corporate & Financial Affairs and  
Chief Financial Officer  
British Columbia Hydro and Power Authority  
18th Floor  
333 Dunsmuir Street  
Vancouver, B.C.  
V6B 5R3

Dear Mr. Harrison:

Re: British Columbia Hydro Power and Authority ("B.C. Hydro")  
Complaints Regarding Services to B.C. Hydro International Limited ("BCHIL")

Enclosed for your information is a copy of a letter to Mr. Wallace and Mr. Campbell advising that at this time the Commission considers the complaints filed by them to be in abeyance. With regard to the above-noted complaints, the Commission has a concern of its own resulting from B.C. Hydro's March 19, 1996 response to the initial complaints.

As identified in the separation of Non-Regulated Businesses document dated May 30, 1995, all services provided by B.C. Hydro to its subsidiary BCHIL are to be paid for by the non-regulated entity. These payments will ensure that the ratepayers of the utility will get full compensation for the B.C. Hydro services which they have paid for in their rates. To safeguard the utility customers from the initiatives of the non-regulated entity, it is important that any services provided by B.C. Hydro are billed for promptly and repaid by the subsidiary company without undue delay.

The Commission therefore directs B.C. Hydro to prepare a monthly chronology, starting in January 1994, of B.C. Hydro's personnel activities related to BCHIL in respect of the Pakistan project. The chronology is to identify when a service, such as engineering design, was requested by BCHIL, when it was

undertaken by B.C. Hydro employees, when the bill was sent to BCHIL and when the bill for each service was paid by BCHIL. This information should be submitted no later than September 20, 1996.

Yours truly,



Robert J. Pellatt

WJG/cms

Enclosure

cc: Mr. R. Brian Wallace  
Bull Housser & Tupper  
Barristers & Solicitors  
2500 1055 West Georgia Street  
PO Box 11130  
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Mr. Gordon Campbell, MLA  
Office of the Official Opposition  
Liberal Caucus of British Columbia  
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