

SIXTH FLOOR, 900 HOWE STREET, BOX 250
VANCOUVER, B.C. V6Z 2N3 CANADA
web site: <http://www.bcuc.com>



**BRITISH COLUMBIA
UTILITIES COMMISSION**

**ORDER
NUMBER** G-140-05

TELEPHONE: (604) 660-4700
BC TOLL FREE: 1-800-663-1385
FACSIMILE: (604) 660-1102

**IN THE MATTER OF
the Utilities Commission Act, R.S.B.C. 1996, Chapter 473**

and

**A Submission by Terasen Gas (Whistler) Inc.
for Review of its of 2005 Resource Plan Update**

and

**An Application by Terasen Gas (Whistler) Inc.
for a Certificate of Public Convenience and Necessity to convert its propane grid system
to natural gas and approval to enter into a Natural Gas Transportation Service
Agreement with Terasen Gas (Vancouver Island) Inc.**

and

**An Application by Terasen Gas (Vancouver Island) Inc.
for a Certificate of Public Convenience and Necessity
for a natural gas pipeline lateral from Squamish to Whistler**

BEFORE: A.J. Pullman, Panel Chair and Commissioner
R. Milbourne, Commissioner
P.E. Vivian, Commissioner

December 16, 2005

O R D E R

WHEREAS:

- A. On December 12, 2005, Terasen Gas (Whistler) Inc. ("TGW") filed with the Commission its 2005 Resource Plan Update ("the Resource Plan") that provides an assessment of the current and future energy requirements at the Resort Municipality of Whistler ("RMOW") and concludes that the existing propane grid system should be converted to natural gas; and
- B. On December 16, 2005, TGW filed with the Commission its application for a Certificate of Public Convenience and Necessity ("CPCN") to convert its system to natural gas and for approval to enter into a long-term natural gas transportation agreement with Terasen Gas (Vancouver Island) Inc. ("TGVI"). In the application, TGW also requests approval to make a capital contribution to TGVI and to add the contribution to rate base, to amortize the net book value of the propane facilities and to recover pipeline study costs incurred prior to 2004 ("the TGW Application"); and

- C. Also, on December 16, 2005, TGVF filed with the Commission its application for a CPCN for construction of a natural gas pipeline lateral to connect RMOW to the TGVF transmission system at Squamish and to enter into a Transportation Service Agreement with TGW ("the TGVF Application"). The Resource Plan Application, the TGW Application and the TGVF Application will be referred to collectively as the "Applications"; and
- D. In the submission, TGW and TGVF request that the Commission review the Applications concurrently through a joint proceeding. TGW recommends a written review process and proposes a regulatory timetable; and
- E. The Commission considers that a Procedural Conference is required to hear submissions on the regulatory process for review of the Applications.

NOW THEREFORE the Commission orders as follows:

1. A Procedural Conference regarding the regulatory process for the review of the Applications will be held on Tuesday, January 17, 2006 commencing at 1:00 p.m. on the Second Floor of 855 Homer Street in Vancouver, to address procedural matters which include, but may not be limited to, the following:
 - identification of the principal issues arising from or related to the Applications;
 - scope of the Commission's review of the Applications;
 - whether Intervenors intend to file evidence;
 - whether a written or oral hearing is to be held to examine the filed material and the respective location;
 - steps and timetable associated with the regulatory review process; and
 - other matters that will assist the Commission to efficiently review the Applications.
2. After the Procedural Conference the Commission will issue a further procedural Order and Regulatory Agenda.
3. TGW and TGVF will publish in display-ad format, the Notice of Procedural Conference attached as Appendix A to this Order, in the Vancouver Sun, Province and the Victoria Times Colonist and such other news publications so as to provide sufficient coverage in the affected service areas of TGW and TGVF, including Whistler and Squamish.
4. The Applications, together with any supporting materials, will be made available for inspection in Terasen Gas' Whistler, Squamish, Victoria and Surrey offices and at the Commission's office in Vancouver, BC.
5. Intervenors and Interested Parties should register with the Commission, in writing, by Friday, January 13, 2006 and advise whether they will attend the Procedural Conference. Intervenors should specifically state the nature of their interest in the Applications and identify generally the nature of the issues that they intend to pursue during the proceeding and the nature and extent of their anticipated involvement in the review process.

**BRITISH COLUMBIA
UTILITIES COMMISSION**

**ORDER
NUMBER** G-140-05

3

6. In review of the Applications, Commission Information Request No. 1 will be issued on Friday, December 23, 2005 and TGW and TGVI will respond to Commission Information Request No. 1 by Wednesday, January 11, 2006.

DATED at the City of Vancouver, in the Province of British Columbia, this 16th day of December 2005.

BY ORDER

Original signed by:

A.J. Pullman
Panel Chair and Commissioner

Attachment



SIXTH FLOOR, 900 HOWE STREET, BOX 250
VANCOUVER, B.C. V6Z 2N3 CANADA
web site: <http://www.bcuc.com>

TELEPHONE: (604) 660-4700
BC TOLL FREE: 1-800-663-1385
FACSIMILE: (604) 660-1102

A Submission by Terasen Gas (Whistler) Inc.
for Review of its of 2005 Resource Plan Update

and

An Application by Terasen Gas (Whistler) Inc.
for a Certificate of Public Convenience and Necessity to convert its propane grid system
to natural gas and approval to enter into a Natural Gas Transportation Service
Agreement with Terasen Gas (Vancouver Island) Inc.

and

An Application by Terasen Gas (Vancouver Island) Inc.
for a Certificate of Public Convenience and Necessity
for a natural gas pipeline lateral from Squamish to Whistler

NOTICE OF PROCEDURAL CONFERENCE
--

Date:	Tuesday, January 17, 2006
Time:	1:00 p.m.
Location:	Second Floor Hearing Room 855 Homer Street Vancouver, B.C.

THE APPLICATIONS

On December 12, 2005, Terasen Gas (Whistler) Inc. ("TGW") filed with the Commission its 2005 Resource Plan Update ("the Resource Plan") that provides an assessment of the current and future energy requirements at Resort Municipality of Whistler ("RMOW") and concludes that the existing propane grid system should be converted to natural gas.

On December 16, 2005, TGW filed with the Commission its application for a Certificate of Public Convenience and Necessity ("CPCN") to convert its system to natural gas and for approval to enter into a long term natural gas transportation agreement with Terasen Gas (Vancouver Island) Inc. ("TGVI"). In the application, TGW also requests approval to make a capital contribution to TGVI and to add the contribution to rate base, to amortize the net book value of the propane facilities and to recover pipeline study costs incurred prior to 2004 ("the TGW Application").

Also, on December 16, 2005, TGVI filed with the Commission its application for a CPCN for construction of a natural gas pipeline lateral to connect RMOW to the TGVI transmission system at Squamish and to enter into a Transportation Service Agreement with TGW (the TGVI Application"). The Resource Plan Application, the TGW Application and the TGVI Application will be referred to collectively as the "Applications".

THE REGULATORY PROCESS

The Commission will hold a Procedural Conference regarding the regulatory process for the review of the Applications commencing at 1:00 p.m., on Tuesday, January 17, 2006 at 855 Homer Street, Second Floor Hearing Room in Vancouver, BC.

Following the Procedural Conference, the Commission will issue a further procedural Order and Regulatory Agenda to registered parties.

PUBLIC INSPECTION OF THE DOCUMENTS

The Applications and supporting material will be made available for inspection at Terasen Gas offices in Whistler, Squamish, Surrey, Victoria and the British Columbia Utilities Commission office: Sixth Floor, 900 Howe Street, Vancouver, B.C., V6Z 2N3.

The Applications will be available for viewing on Terasen Gas Inc.'s website at www.terasengas.com.

INTERVENTIONS

Persons who expect to actively participate in the proceeding should register as Intervenor with the Commission, in writing, by Friday, January 13, 2006, identifying their interest in the Applications and indicating whether they plan to attend the Procedural Conference. Intervenor should identify the issues that they intend to pursue and the nature and extent of their anticipated involvement in the review process. Intervenor will each receive a copy of the Applications and all correspondence and filed documentation and should provide an e-mail address if available.

Persons not expecting to actively participate, but who have an interest in the proceeding should register as Interested Parties with the Commission, in writing, by Friday, January 13, 2006, identifying their interest in the Application and indicating whether they plan to attend the Procedural Conference. Interested Parties will receive a copy of the Executive Summary from the Applications, and all Orders and Decisions issued.

FURTHER INFORMATION

For further information, please contact Mr. Robert J. Pellatt, Commission Secretary, or Mr. Robert Brownell, Senior Commodities Analyst, as follows:

Telephone: (604) 660-4700
Facsimile: (604) 660-1102

E-Mail: Commission.Secretary@bcuc.com
Telephone: (B.C. Toll Free) 1-800-663-1385