

BRITISH COLUMBIA
UTILITIES COMMISSION

ORDER

Number G-40-05

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

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

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

and

An Application by Terasen Gas (Vancouver Island) Inc.
For Approval of a Certificate of Public Convenience and Necessity
Customer Care Conversion

BEFORE: L.F. Kelsey, Commissioner

L.A. Boychuk, Commissioner April 28, 2005

ORDER

WHEREAS:

- A. On February 18, 2005, Terasen Gas Inc. ("TGI") submitted a proposal to the Commission outlining its intention to review the extension of the current Customer Care outsourcing agreement with CustomerWorks that expires in 2007. In addition, TGI indicated that Terasen Gas (Vancouver Island) Inc. ("TGVI") was preparing a business case to convert from the Banner Customer Information System to the customer care technology platform using the Peace System under CustomerWorks; and
- B. By Letter No. L-14-05, the Commission accepted TGI's proposal to retain an independent third party to assess the value of extending the current outsourcing agreement, evaluate the available alternate service providers in the market and evaluate the value of converting TGVI's customer base to the Peace System. The Commission requested that the Terms of Reference for engaging the independent third party be provided for review and comment; and
- C. On March 17, 2005, TGI submitted the Terms of Reference to the Commission for review and comment; and
- D. By Letter No. L-27-05, the Commission noted but did not provide comments on the Terms of Reference as filed and requested that the report from the independent third party, Doug Louth and Associates, be filed with the Commission no later than May 13, 2005; and
- E. On April 20, 2005, TGVI filed an application for approval of a Certificate of Public Convenience and Necessity to convert the Customer Care activities from the current combination of outsourced and in-house delivery environment to a fully outsourced business model with CustomerWorks. Concurrently, TGI filed a new Schedule H as an Amendment to the existing Client Service Agreement to include TGVI for the conversion of the Customer Care activities.

BRITISH COLUMBIA UTILITIES COMMISSION

ORDER

NUMBER

G-40-05

2

NOW THEREFORE the Commission orders as follows:

- 1. TGVI's CPCN Application together with TGI's independent third party report will be reviewed by a written process and the Regulatory Timetable is set out in Appendix A to this Order.
- 2. TGVI is to provide a copy of this Order, by facsimile if possible, to all Intervenors and Interested Parties currently registered in the TGVI 2003 2005 Negotiated Settlement Process as well as the 2004 Annual Review, as soon as possible.

DATED at the City of Vancouver, in the Province of British Columbia, this

29th

day of April 2005.

BY ORDER

Original signed by:

Lori Ann Boychuk Commissioner

Attachment



APPENDIX A to Order No. G-40-05 Page 1 of 1

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

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

TERASEN GAS (VANCOUVER ISLAND) INC.

Application for a Certificate of Public Convenience and Necessity Customer Care Conversion

REGULATORY TIMETABLE

<u>ACTION</u>	DATES 2005
Report from Doug Louth and Associates	Friday, May 13, 2005
Intervenor / Commission Information Request	Friday, May 20, 2005
TGVI Responses to Information Request	Friday, May 27, 2005
Intervenors Submit Comments on the CPCN and Report	Friday, June 3, 2005
TGVI's Reply Comments	Friday, June 10, 2005