BRITISH COLUMBIA UTILITIES COMMISSION

Order Number G-140-11

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

SRITTING SON AND SON

SIXTH FLOOR, 900 HOWE STREET, BOX 250 VANCOUVER, BC 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 FortisBC Energy Inc. (FEI), FortisBC Energy Inc. – Fort Nelson Service Area (FE FTN), FortisBC Energy (Whistler) Inc. (FEW) and FortisBC Energy (Vancouver Island) Inc. (FEVI) (collectively the FortisBC Energy Utilities or FEU) for a Variance to Commission Order G-2-11

BEFORE: L.F. Kelsey, Commissioner D. Morton, Commissioner N.E. MacMurchy, Commissioner

August 4, 2011

ORDER

WHEREAS:

- A. By Order G-2-11, the British Columbia Utilities Commission (Commission) approved the Terasen Gas Inc. (TGI), Terasen Gas Inc. – Fort Nelson Service Area (TG FTN), Terasen Gas (Whistler) Inc. (TGW) and Terasen Gas (Vancouver Island) Inc. (TGVI) (collectively the Terasen Utilities, the predecessor to FortisBC Energy Utilities) application to revise the administration and the invoicing of the Basic Charge from a monthly basis to a daily basis, effective January 1, 2012;
- B. On March 28, 2011, FEU filed an application with the Commission pursuant to section 99 of the Utilities Commission Act (Act) for a variance to Directive No. 1 of Order G-2-11. FEU seek an order to revise the invoicing of the Basic Charge from a monthly basis to a daily basis, for all billing and invoicing purposes on or after January 1, 2012 (Application);
- C. The Application states that variance sought is necessary because once the daily mechanism is implemented effective January 1, 2012, the ability to bill using the monthly charge mechanism will no longer exist;
- D. The Commission issued Information Request (IR) No. 1 on April 21, 2011 and FEU responded on May 2, 2011;
- E. In response to a supplemental IR, regarding the correction of errors that could result in an annual bill impact of greater than \$5.00, FEU states that likelihood of a billing adjustment is low. FEU is also of the view that the daily charge mechanism methodology should be the default method, and only under extreme cases should the old monthly methodology be applied and at FEU's discretion;

BRITISH COLUMBIA UTILITIES COMMISSION

Order Number G-140-11

2

F. The Commission has reviewed the Application and finds that approval is warranted.

NOW THEREFORE pursuant to section 99 of the *Act*, the Commission orders as follows:

- 1. The Commission approves the variance to Directive No. 1 of Order G-2-11 to read: The FortisBC Energy Utilities proposal in the Amended Application to revise the administration and the invoicing of the Basic Charge from a monthly basis to a daily basis, for all billing and invoicing purposes on or after January 1, 2012 is approved.
- 2. If FEU receives a complaint directly from a customer regarding an error correction (for periods prior to January 1, 2012) where FEU has reversed the original charge using the monthly Basic Charge mechanism, and re-billed the customer using the daily Basic charge mechanism and the total Basic Charge amount increases by \$5.00 or more, FEU will correct the error using the monthly Basic Charge mechanism.
- 3. The Commission will accept, subject to timely filing, the revised Tariff page (s) for Commission endorsement.

DATED at the City of Vancouver, in the Province of British Columbia, this 4th day of August 2011.

BY ORDER

Original signed by:

D. Morton Commissioner