SRITISH COLUMB

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

and

An Application by Columbia Power Corporation for Approval of Assignment Agreements to transfer Mandatory Reliabilities Standard Responsibilities from Arrow Lakes Power Corporation, Brilliant Power Corporation and Brilliant Expansion Power Corporation to FortisBC Inc./Fortis Pacific Holdings Inc. and to deregister those Entities as Responsible Entities for certain functions required for compliance with Mandatory Reliability Standards

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

February 10, 2011

BRITISH COLUMBIA UTILITIES COMMISSION

G-17-11

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ORDER NUMBER

ORDER

WHEREAS:

- A. On October 8, 2010, Columbia Power Corporation (CPC), on behalf of Arrow Lakes Power Corporation, Brilliant Power Corporation and Brilliant Expansion Power Corporation (collectively, the CPC/CBT Companies), submitted a Supplemental Agreement to the Brilliant Expansion Services Agreement between Brilliant Expansion Power Corporation and Fortis Pacific Holdings Inc., a Supplemental Agreement to the Arrow Lakes Management Agreement between Arrow Lakes Power Corporation and Fortis Pacific Holdings Inc., a Supplemental Agreement to the Brilliant Management Agreement and the Brilliant Power Purchase Agreement between Brilliant Power Corporation and FortisBC Inc. and a Supplemental Agreement to the Brilliant Terminal and Facilities Interconnection and Investment Agreement among Columbia Power Corporation, Brilliant Power Corporation, Brilliant Power Corporation, Arrow Lakes Power Corporation and FortisBC Inc., to assign Mandatory Reliability Standards (MRS) compliance responsibilities to Fortis Pacific Holdings Inc. or FortisBC Inc., as the case may be, from the CPC/CBT Companies for the CPC/CBT facilities currently registered for MRS by Commission Orders G-55-10, and G-60-10. These include the Arrow Lakes Power Corporation, the Brilliant Power Corporation, and the Brilliant Expansion Power Corporation facilities;
- B. On December 7, 2010, the Western Electricity Coordinating Council (WECC) recommended that the British Columbia Utilities Commission (Commission) accept the Supplemental Agreements as Assignment Agreements and approve the deregistration of CPC/CBT Companies for Generator Operator, Generator Owner, Transmission Operator, and Transmission Owner functions;
- C. On December 29, 2010, the Commission issued Order G-201-10 approving (i) the Supplemental Agreements as Assignment Agreements for the purposes of transferring responsibilities for MRS compliance from Arrow Lakes Power Corporation, Brilliant Power Corporation and the Brilliant Expansion Power Corporation to FortisBC Inc. and, (ii) the

| | BRITISH COLUMBIA UTILITIES COMMISSION | |
|---|--|---------|
| 2 | Order Number | G-17-11 |

deregistration of Arrow Lakes Power Corporation, Brilliant Power Corporation and the Brilliant Expansion Power Corporation for Generator Operator, Generator Owner, Transmission Operator, and Transmission Owner functions;

- D. On January 4, 2011, CPC wrote to the Commission requesting a correction to Order G-201-10 to include Fortis Pacific Holdings Inc. in order to better reflect CPC's request and the assignment agreement submittal;
- E. While pursuant to the Supplemental Agreements approved as Assignment Agreements by Order G-201-10, FortisBC Inc. accepts responsibility for the compliance obligations of the Brilliant Power Corporation and Fortis Pacific Holdings Inc. accepts responsibility for the compliance obligations for the Arrow Lakes Power Corporation and the Brilliant Expansion Power Corporation, Order G-201-10 inadvertently approved all the Supplemental Agreements as Assignment Agreements to FortisBCInc. only;
- F. Pursuant to section 99 of the Utilities Commission Act the Commission may vary or rescind any Order made by it.

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

- 1. Paragraph 1 of Order G-201-10 is amended to read:
 - 1. The Supplemental Agreements noted above as Assignment Agreements for the purposes of transferring responsibilities for MRS compliance from:
 - (a) the Brilliant Power Corporation to FortisBCInc.; and
 - (b) the Arrow Lakes Power Corporation and the Brilliant Expansion Power Corporation to Fortis Pacific Holdings Inc.
- 2. The following paragraph is added as paragraph 3 to Order G-201-10:
 - 3. Fortis Pacific Holdings Inc. is required to register for the functions for which the Arrow Lakes Power Corporation and the Brilliant Expansion Power Corporation were previously registered.

DATED at the City of Vancouver, in the Province of British Columbia, this 7th

day of March 2011.

BY ORDER

Original signed by:

L.F. Kelsey Commissioner

Attachment: Order G-201-10