



Letter L-57-11

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VIA EMAIL

cdonohue@png.ca

July 21, 2011

Mr. C.P. Donohue
Director, Regulatory Affairs & Gas Supply
Pacific Northern Gas Ltd.
950 – 1185 West Georgia Street
Vancouver, BC V6E 4E6

Dear Mr. Donohue:

Re: Pacific Northern Gas Ltd.
Annual Gas Contracting Plan – May 2011

On May 25, 2011, Pacific Northern Gas Ltd. (PNG) submitted its Annual Gas Contracting and Price Risk Management Plan (Plan 2011). The British Columbia Utilities Commission has considered the application in two parts: the Annual Gas Contracting Plan (ACP 2011), which this letter deals with, and the Price Risk Management Plan (PRMP 2011). The reason for separate treatment is to allow PNG an opportunity to review its PRMP 2011 application in light of the Commission Decision G-120-11 released July 12, 2011 regarding the FortisBC Energy PRMP Application.

The Commission accepts PNG's ACP 2011, which describes the physical gas supply resources PNG intends to secure to meet the projected peak day and average daily gas demand of PNG's gas sales customers over the November 2011 to October 2012 gas year. The Commission agrees to keep confidential the information contained in the Plan 2011.

PNG is requested to inform the Commission of its intentions for the PRMP 2011 application once it has an opportunity to review the Commission Decision G-120-11.

Yours truly,

Alanna Gillis

TS/il