

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



**BRITISH COLUMBIA  
UTILITIES COMMISSION**

**ORDER  
NUMBER E-19-13**

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**

**An Application by Pacific Northern Gas Ltd.  
for 2013/2014 Natural Gas Supply Contracts**

**BEFORE:**

L. F. Kelsey, Commissioner  
D. M. Morton, Commissioner  
N. E. MacMurchy, Commissioner  
C. A. Brown, Commissioner  
R. D. Revel, Commissioner  
B. A. Magnan, Commissioner

December 12, 2013

**ORDER**

**WHEREAS:**

- A. By Letter L-41-13 dated July 4, 2013, the British Columbia Utilities Commission (Commission) accepted the Pacific Northern Gas Ltd. (PNG) Annual Contracting Plan (ACP) for the November 1, 2013 to October 31, 2014 gas year (Original 2013-2014 ACP) with respect to the PNG-West, Fort St. John, Dawson Creek and Pink Mountain Service Areas and the partial ACP filed in respect to the Tumbler Ridge Service Area;
- B. By Letter L-48-13 dated August 22, 2013, the Commission accepted the 2013-2014 Tumbler Ridge Annual Contracting Plan (TR 2013-2014 ACP);
- C. By Order E-12-13 dated September 19, 2013, the Commission accepted the PNG amended Annual Contracting Plan for the 2013-2014 year (Amended 2013-2014 ACP) and approved a proposed gas storage contract with Tenaska Marketing Canada (Tenaska) with respect to the PNG-West, Fort St. John and Dawson Creek Service Areas (Proposed Storage Agreement);
- D. On October 31, 2013, pursuant to section 71 of the *Utilities Commission Act* and the Commission's Rules for Natural Gas Energy Supply Contracts, PNG filed gas contracts for Commission's approval of monthly and daily priced gas supply arrangements that include seasonal, peaking, storage contracts, and a Storage Service Agreement between PNG and Tenaska (Application);

**BRITISH COLUMBIA  
UTILITIES COMMISSION**

**ORDER  
NUMBER** E-19-13

2

- E. PNG requests that the details of the Application be kept confidential for the reasons of commercial sensitivity; and
- F. The Commission reviewed the Application and is satisfied that the gas supply contracts are appropriate considering market conditions at the time they were negotiated, consistent with the Amended 2013-2014 ACP, the TR 2013-2014 ACP and the Proposed Storage Agreement, and in the public interest.

**NOW THEREFORE** pursuant to section 71 of the *Utilities Commission Act* and the Commission's Rules for Natural Gas Energy Supply Contracts, the Commission accepts for filing the natural gas contracts shown in Appendix A to this Order, and the Storage Service Agreement dated September 19, 2013 between Pacific Northern Gas Ltd. and Tenaska Marketing Canada. The Commission will hold the details of the Application and related filings confidential as requested to protect commercially sensitive information.

**DATED** at the City of Vancouver, in the Province of British Columbia, this 12th day of December, 2013.

BY ORDER

*Original Signed By:*

D. M. Morton  
Commissioner

Attachment

Pacific Northern Gas Ltd.  
Application for 2013/14 Natural Gas Supply Contracts

| Item | Term            | Gas Supplier                           | Delivery Point   | Volume (GJ/day) | Transaction Date   |
|------|-----------------|--|------------------|-----------------|--------------------|
| 1    | Nov13-Oct14     | Ca na dian Na tural Resources Li mited | Station 2        | 1,500           | August 8, 2013     |
| 2    | Nov13-Mar14     | Ca na dian Na tural Resources Li mited | Station 2        | 10,000          | August 8, 2013     |
| 3    | Dec13-Feb14     | Enca na Corporation                    | Station 2        | 10,277          | October 10, 2013   |
| 4    | Nov13-Mar14     | Aitken Creek Gas Storage ULC (Chevron) | Station 2        | 9,190           | October 17, 2013   |
| 5    | Dec13-Feb14     | Progress Energy Canada Ltd.            | Station 2        | 11,810          | October 29, 2013   |
| 6    | Nov13-Oct14     | Ca na dian Na tural Resources Li mited | Stoddart Outlet  | 2,500           | September 10, 2013 |
| 7    | Nov13-onward    | Penn West Petroleum                    | Dawson Creek     | 250             | October 17, 2011   |
| 8    | Nov13-Oct14     | Ca na dian Na tural Resources Li mited | Pine River Field | 2,200           | September 26, 2013 |
| 9    | Nov13-Oct14     | Enca na Corporation                    | Ft. Nelson       | 100             | September 26, 2013 |
| 10   | Nov13-Oct14     | Ca na dian Na tural Resources Li mited | Younger Plant    | 25,000          | September 10, 2013 |
| 11   | Sep 20-30, 2013 | Tenaska Marketing Canada               | Aitken Creek     | 50,000          | September 20, 2013 |
| 12   | Oct 1-20, 2013  | Tenaska Marketing Canada               | Aitken Creek     | 22,500          | September 20, 2013 |