

June 16, 2017

Patrick Wruck
Commission Secretary

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Sent via email Letter L-10-17

Ms. Diane Roy Vice President, Regulatory Affairs FortisBC Energy Inc. 16705 Fraser Highway Surrey, BC V4N 0E8 gas.regulatory.affairs@fortisbc.com

Re: FortisBC Energy Inc. – Mainland, Vancouver Island, and Whistler Service Areas – 2017 Second Quarter Gas Cost Report – Commodity Cost Reconciliation Account and Midstream Cost Reconciliation Account

Dear Ms. Roy:

On June 7, 2017, FortisBC Energy Inc. (FEI) filed with the British Columbia Utilities Commission (Commission) its 2017 Second Quarter Gas Cost Report for the Mainland, Vancouver Island, and Whistler service areas (Report), which includes details regarding the Commodity Cost Reconciliation Account and the related Commodity Cost Recovery Charge.

The Commission notes that the Commodity Cost Recovery Charge for the Mainland, Vancouver Island, and Whistler service areas was last changed effective October 1, 2016, when it was increased by \$0.909 per gigajoule from \$1.141 per gigajoule to \$2.050 per gigajoule via Order G-145-16.

The Commission reviewed the Report within the context of the quarterly gas costs review and rate setting mechanism guidelines pursuant to Letters L-5-01, L-40-11 and L-15-16. The Commission acknowledges receipt of the Report and accepts FEI's recommendation that the Commodity Cost Recovery Charge for the Mainland, Vancouver Island, and Whistler service areas remain unchanged at \$2.050 per gigajoule effective July 1, 2017.

Original signed by Katie Berezan on behalf of:

Patrick Wruck Commission Secretary

LC/kn