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December 23, 2021

Movement of United Professionals  
c/o Allevato Quail & Roy, Barristers and Solicitors  
405-510 West Hastings St.  
Vancouver, BC  
V6B 1L8

Attention: Mr. Jim Quail

Dear Mr. Quail

**Re: FortisBC Inc. (FBC)**

**Project No. 1599244**

**2021 Long-Term Electric Resource Plan (LTERP) and Long-Term Demand-Side Management Plan (LT DSM Plan) (Application)**

**Response to Canadian Office and Professional Employees Union, Local 378 (known as Movement of United Professionals or MoveUP) Information Request (IR) No. 1**

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On August 4, 2021, FBC filed the Application referenced above. In accordance with the regulatory timetable established in British Columbia Utilities Commission Order G-314-21 for the review of the Application, FBC respectfully submits the attached response to MoveUP IR No. 1.

If further information is required, please contact the undersigned.

Sincerely,

**FORTISBC INC.**

***Original signed:***

Diane Roy

Attachments

cc (email only): Commission Secretary  
Registered Parties

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1   **1.0   TOPIC:           Provincial Energy Policy**

2           1.1   Please discuss the implications of the British Columbia Government’s CleanBC  
3           Roadmap to 2030 on this resource plan, and any appropriate changes to the plan  
4           that may arise from it, including the following elements of the Roadmap:

- 5                   a. A stronger price on carbon pollution, aligned with or exceeding federal  
6                   requirements, with built in supports for people and businesses
- 7                   b. An accelerated zero-emission vehicle (ZEV) law (26% of new light-duty  
8                   vehicles by 2026, 90% by 2030, 100% by 2035)
- 9                   c. New ZEV targets for medium- and heavy-duty vehicles aligned with  
10                  California
- 11                  d. Complete B.C.’s Electric Highway by 2024 and a target of the province  
12                  having 10,000 public EV charging stations by 2030
- 13                  e. Stronger methane policies that will reduce methane emissions from the oil  
14                  and gas sector by 75% by 2030 and nearly eliminate all industrial methane  
15                  emissions by 2035
- 16                  f. Requirements for new large industrial facilities to work with government to  
17                  demonstrate how they align with B.C.’s legislated targets and submit plans  
18                  to achieve net-zero emissions by 2050
- 19                  g. A cap on emissions for natural gas utilities with a variety of pathways to  
20                  achieve it
- 21                  h. New requirements for all new buildings to be zero carbon and new space  
22                  and water heating equipment to be highest efficiency by 2030
- 23                  i. Other relevant elements

24  
25   **Response:**

26   The CleanBC Roadmap to 2030 (Roadmap) represents an ambitious climate plan aimed at  
27   reducing climate pollution. The Roadmap was released by the BC government on October 25,  
28   2021, after FBC filed its 2021 LTERP on August 4, 2021. The Roadmap includes a number of  
29   elements as outlined in the preamble, as well as support for innovation in areas like clean  
30   hydrogen, the forest-based bioeconomy, and negative emissions technology.

31   The 2021 LTERP either directly or indirectly incorporates most of these elements and specifically  
32   all of the ones that are relevant to the LTERP. Therefore, the assumptions and results presented  
33   in the LTERP are generally aligned with the Roadmap; as such, FBC does not plan to make any  
34   changes to the LTERP related to the Roadmap. As these elements further develop over time,  
35   FBC expects that future LTERPs will incorporate any appropriate significant updates. Following  
36   is a more detailed discussion of each element.



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1 Section 2.5.4 of the LTERP discusses BC carbon price scenarios and provides some discussion  
2 of the higher federal government carbon pricing requirements for the provinces, reaching \$170  
3 per tonne by 2030. FBC has used this federal requirement as the basis for its high carbon price  
4 scenario. FBC’s portfolio analysis in Section 11.3.3 discusses portfolios with SCGT plants using  
5 natural gas as fuel, with portfolio C2 in Figure 11-3 reflecting the high carbon price scenario.

6 The LTERP Reference Case load forecast, discussed in Section 3.4, includes EV charging loads  
7 based on the *ZEV Act* sales targets. FBC has included higher EV sales than those included in  
8 the *ZEV Act* within its Reference Case load forecast uncertainty bands. As discussed in Section  
9 3.6, for the upper band, FBC has assumed that light-duty EV sales would grow at a faster rate  
10 than the *ZEV Act* sales targets with 100 percent of vehicle sales being EVs by 2035 (instead of  
11 by 2040 per the *ZEV Act*). This upper band includes interim light-duty sales targets of 30 percent  
12 by 2025 and 60 percent by 2030. As discussed in Section 2.3.3, EV sales within the FBC service  
13 area have grown at a slower rate than the BC average and so there is still uncertainty in terms of  
14 whether or not EV sales within the FBC service area will meet or exceed the *ZEV Act* sales  
15 targets.

16 FBC has not included new ZEV sales targets for medium- and heavy-duty vehicles within its  
17 Reference Case load forecast, as these were not included in the *ZEV Act*. However, as discussed  
18 in Section 4, FBC has incorporated medium- and heavy-duty EV charging within its load scenarios  
19 to determine the impacts of these charging loads on its requirements for new resources.

20 In terms of the implementation of public EV charging stations, Section 2.3.2 explains how FBC is  
21 providing financial, logistical, and engineering support for federal/provincial direct current fast-  
22 charging (DCFC) programs. This has resulted in the installation of 30 Level 3 DCFC stations at  
23 19 sites in 17 communities across the FBC service area. An additional 10 DCFC stations,  
24 including six 100 kW stations, are scheduled to be installed in 2021. FBC also discusses its  
25 support for developing an incentive for customers who wish to install fleet or employee charging  
26 infrastructure for light-duty vehicles, as well as its role in administering provincial and municipal  
27 government infrastructure funding through the CleanBC – Go Electric program for Level 2  
28 chargers for home and workplace.

29 The LTERP does not directly incorporate the element of stronger methane policies that will reduce  
30 methane emissions from the oil and gas sector. These policies may have the impact of increasing  
31 market natural gas prices; however, the exact impacts cannot be determined at this time and  
32 there are many other supply and demand factors that can influence market gas prices going  
33 forward. Section 2.5.1 discusses market natural gas prices and Figure 2-15 shows the base case  
34 as well as high and low price forecasts. FBC’s portfolio analysis in Section 11.3.3 discusses  
35 portfolios with SCGT plants using natural gas as fuel, with portfolio C2 in Figure 11-3 reflecting  
36 the higher market natural gas price forecast.

37 The LTERP does not directly address the requirements for new large industrial facilities to work  
38 with government to demonstrate how they align with BC’s legislated targets and submit plans to  
39 achieve net-zero emissions by 2050. FBC’s load scenarios, discussed in Section 4, include load



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1 drivers such as Large Load Sector Transformation, which assumes substantial growth in the data  
2 centre and cannabis cultivation loads in FBC’s service territory, as well as hydrogen production  
3 and carbon capture and storage. These represent some of the new larger commercial and  
4 industrial loads that FBC may need to meet over the LTERP planning horizon. Section 11.3.9  
5 discusses FBC’s preferred portfolios to meet the Reference Case load forecast and notes that  
6 they include only clean or renewable resources. Section 11.3.9.1 outlines FBC’s contingency  
7 plans, which includes possible strategies to meet higher loads than those included in the  
8 Reference Case load forecast. This approach to managing new large loads with clean and  
9 renewable resources is supportive of this element of helping align any potential new facilities with  
10 BC’s climate targets.

11 The LTERP does not directly address the element of a cap on emissions for natural gas utilities.  
12 However, as discussed in the previous paragraph, the load scenarios do include a hydrogen  
13 production load driver, which is included in FEI’s strategies to reduce the emissions of its natural  
14 gas customers in the future. As discussed in Section 3.5.1.2, the Reference Case load forecast  
15 includes the load from a renewable natural gas facility located in the FBC service area.  
16 Furthermore, the LTERP Deep Electrification and Diversified Energy Pathway load scenarios are  
17 consistent with the Guidehouse Pathways Study, provided in Appendix O. The study concludes  
18 that it’s Diversified Pathway, using existing gas infrastructure and renewable gases along with  
19 some electrification, including hybrid heating systems, can achieve the same level of provincial  
20 GHG emissions reductions as the Electrified Pathway at a significantly lower cost to British  
21 Columbians.

22 The LT DSM Plan portfolio includes programs for the residential, commercial, and industrial  
23 customer classes and is intended to capture market potential savings over the long term, as  
24 identified in the FBC CPR. The LT DSM Plan includes DSM measures to support high-  
25 performance residential and commercial new construction aligned with BC’s Energy Step Code  
26 and net-zero energy ready provisions in the CleanBC plan. The LT DSM Plan also includes  
27 measures to support high-efficiency electric space heating and domestic hot water retrofits for  
28 both the retrofit and new construction markets.

29 The LTERP is aligned with supporting innovation in areas like clean hydrogen, the forest-based  
30 bio-economy and negative emissions technology. As discussed in Section 4.1.1, the LTERP  
31 load drivers include hydrogen production from clean electricity as well as carbon capture and  
32 storage. As shown in Table 10-1, wood-based biomass is included in FBC’s list of supply-side  
33 resource options and this resource is included in FBC’s portfolios considered for the preferred  
34 portfolio (i.e., portfolio C4 in Section 11.3.8).

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38 1.2 If measures mandated by the Roadmap result in a declining share of natural gas  
39 as a space and water heating fuel in British Columbia, how and to what degree



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1 would this impact this resource plan in terms of electrical load forecast and energy  
2 supply?  
3

4 **Response:**

5 If measures mandated by the Roadmap are implemented, they will likely result in a declining  
6 share of natural gas as a space and water heating fuel in British Columbia. In the place of natural  
7 gas, the provincial government has signaled the importance of renewable gases and electricity.  
8 A diversified approach that incorporates key roles for both the gas and electric systems will be  
9 the most affordable and resilient approach to decarbonization, but will also lead to increased use  
10 of renewable gases.

11 FEI is evaluating compliance pathways where the gas system is able to continue delivering a  
12 substantial portion of space and water heating while achieving the GHG reduction targets in the  
13 Roadmap. As such, FBC has not included any changes in terms of fuel switching in its LTERP  
14 Reference Case load forecast. However, to capture the potential impacts of fuel switching from  
15 natural gas to electricity, and vice versa, FBC has included fuel switching as load drivers within  
16 its LTERP load scenarios. The scenarios include various levels of fuel switching, as discussed in  
17 the response to BCUC IR1 15.5. As an example, the Deep Electrification load scenario includes  
18 gas-to-electricity fuel switching based on the assumption of 15 percent of the 2035 CPR technical  
19 potential by 2040. As shown in Figures 39 and 41 of Appendix H – Load Scenarios Assessment  
20 Report, respectively, this results in an incremental 155 GWh of annual energy and 41 MW of peak  
21 winter demand above the Reference Case load forecast by 2040. The impact of this on FBC’s  
22 supply portfolio is shown in Figure 11-4, with portfolio D4 reflecting resources needed to meet this  
23 load scenario. The LTERP also explores the potential impacts of gas-to-electricity fuel switching,  
24 and other load drivers, on its Kelowna-area transmission and distribution infrastructure in Section  
25 6.5.4. The results highlight the significant cost of additional infrastructure projects related to the  
26 potential electrification of loads and the importance of effectively managing peak demand on the  
27 electric system.

28  
29

30  
31 1.3 Does FBC expect that the Roadmap stipulation of a “100% Clean Electricity  
32 Delivery Standard for the BC Hydro grid” will apply to FBC as well?

33 1.3.1 If so, what would be the implications for FBC and the resource plan?

34 1.3.2 If not, what is FBC’s understanding of the reason for this divergence?  
35

36 **Response:**

37 At this time, FBC does not know if the stipulation of a “100% Clean Electricity Delivery Standard”  
38 will be required by the BC government for FBC. As discussed in Section 11.3.8, FBC’s preferred  
39 portfolios are approximately 99 percent clean and are not considered 100 percent clean as the



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1 PPA is currently 98 percent clean. The SCGT plants using RNG as fuel are considered clean as  
2 are renewable resources within the preferred portfolios. If the PPA were to become 100 percent  
3 clean in the future as a result of the stipulation of “100% Clean Electricity Delivery Standard for  
4 the BC Hydro grid”, then FBC expects its preferred portfolios would be closer to 100 percent clean  
5 (with the exception of perhaps some immaterial amounts of scope 1 emissions). As noted in the  
6 same section, FBC believes that portfolios only including clean or renewable resources best  
7 reflects the energy priorities of its customers, stakeholders, and Indigenous communities based  
8 on their feedback discussed in Section 12.

9  
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11

12 1.4 What regulatory measures would contribute to FBC’s ability to comply fully with the  
13 provisions and objectives of the Roadmap?

14

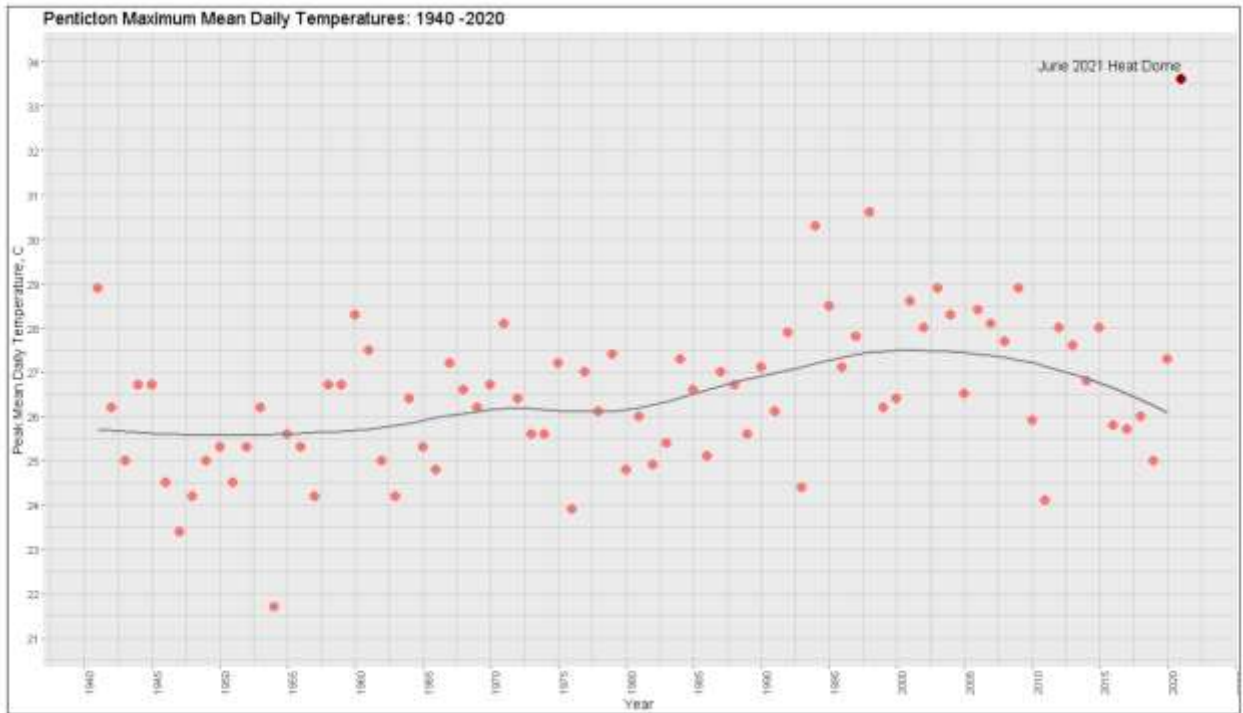
15 **Response:**

16 The Roadmap contains a number of new policy initiatives to achieve BC’s 2030 GHG reduction  
17 target. Because the details of the policy, including its design and implementation plan, are under  
18 development, it is too early to determine the specific regulatory measures that would assist FBC  
19 in fully complying with the Roadmap. However, FBC’s LTERP is aligned with the objectives of  
20 the Roadmap and thus, acceptance of the measures and action plans laid out in the LTERP would  
21 assist in FBC’s ability to support the Roadmap. Finally, as the details of the Roadmap become  
22 further defined, FBC will seek policy and regulatory support as required to further support the  
23 Roadmap.

24



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1

2 FortisBC Inc. Annual Review of Rates for 2022 –Exhibit B-9 MoveUP IR 1 2.1.3 and 2.1.4

3

2.1.3 Please describe the underlying assumptions about long-term stability in weather conditions in relation to the practice and technique of weather normalization.

4

5

6

7

**Response:**

8

For the purposes of the short-term load forecasts used to develop annual rates in these annual reviews (or revenue requirement applications depending on the rate-setting mechanism in place at the time), FBC develops normalization factors based on the most recent ten years of weather observations. Normalization factors are updated annually.

9

10

11

12

FBC does not make forward-looking assumptions about weather conditions/stability when developing normalization factors and has therefore not made any assumptions about the long-term stability of weather conditions when preparing the 2022F load forecast.

13

14

15

2.1.4 If these conditions are not anomalous but rather indicate an emerging era of relatively extreme and unstable conditions, what are the implications for load forecasting for FBC this year and going forward?

16

17

18

19

**Response:**

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At this time FBC does not have any data to suggest that the recent events are not anomalous or that they signify a new era of extreme or unstable conditions. As a result,

21





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1 there are no implications for the current or near term load forecast methods at this time.  
2 However, if the events were not anomalous and volatility did increase, FBC would expect  
3 higher forecast variances in the future.

4 FBC has established a working group to investigate the recent weather events and the  
5 findings of that working group will be incorporated into future forecasts as required.

6 Please also refer to the response to CEC IR1 5.2.

7  
8

9  
10 2.2 Does FBC adopt these response as its evidence in these proceedings? Does the  
11 utility wish to amplify or expand on it for these purposes? If so, please provide  
12 detail.

13  
14 **Response:**

15 Yes, the responses to the information requests that were provided in the FBC Annual Review for  
16 2022 Rates process (Exhibit B-7, CEC IR1 5.2 and Exhibit B-9, MoveUP IR1 2.1.3 and 2.1.4)  
17 continue to be valid.

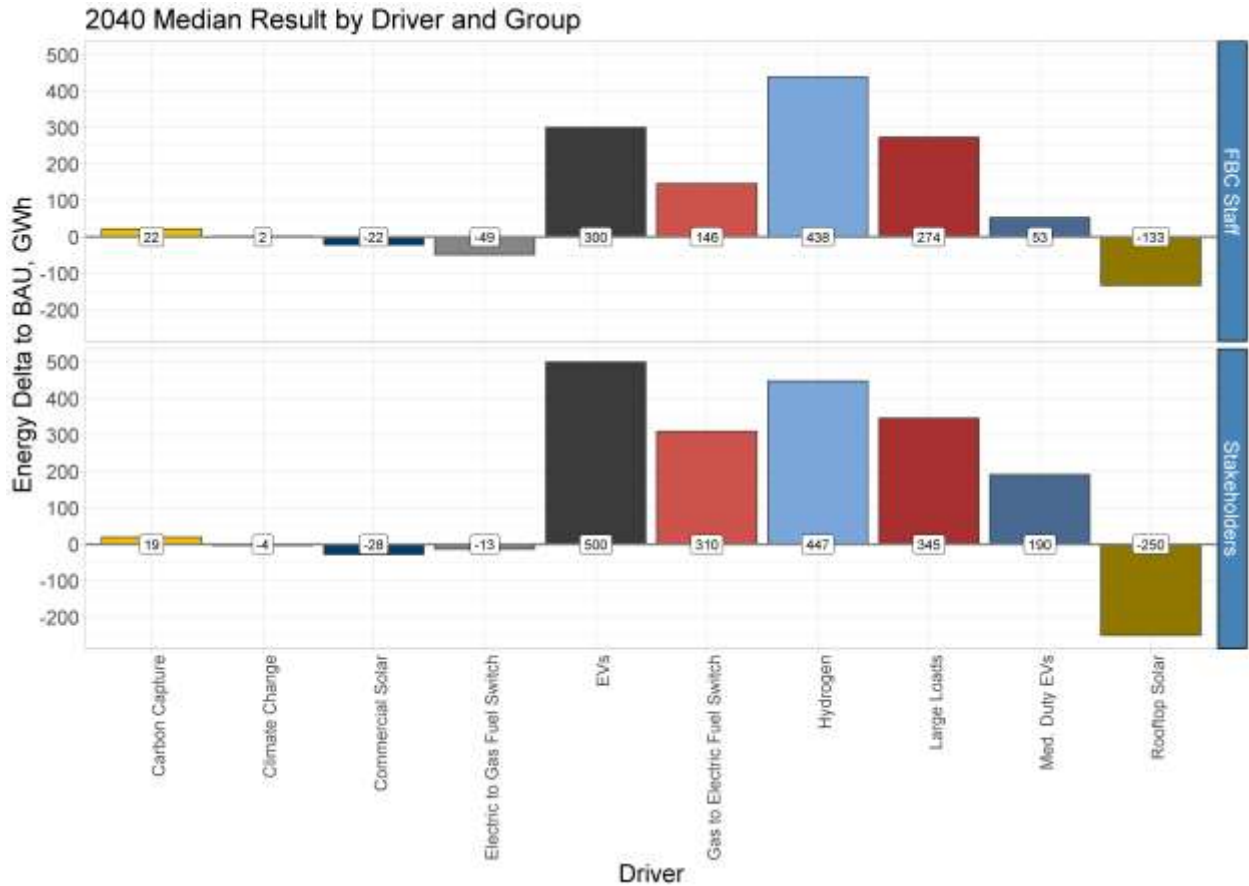
18  
19

20  
21 2.3 Please summarize the measures FBC is taking in relation to the impact of erratic  
22 weather patterns on the utility's ability to forecast loads.

23  
24 **Response:**

25 At this time, there is little data in the historical records related to extreme events. As a result,  
26 changing existing objective forecast methods, or developing new ones, is not possible at this time.

27 If future weather patterns become more erratic, and until such time as their impacts are intrinsic  
28 in the historical data, new and possibly more subjective methods may be required to explore  
29 extreme weather impacts. Examples include the load scenarios developed for the LTERP and  
30 FBC's development of the crowd forecast tool (results provided in the figure below), which enables  
31 stakeholders to select and provide their own views on temperature extremes to determine load  
32 impacts.



1  
 2 FBC is comfortable using the current method to account for weather. If future weather events  
 3 become more prevalent and impactful, FBC will evaluate the forecast methods to determine if  
 4 changes are warranted.

5  
 6  
 7  
 8 2.3.1 Is FBC developing planning tools or methodologies to respond to this? If  
 9 so, please provide details. If not, please explain why not.

10  
 11 **Response:**

12 Please refer to the response to MoveUP IR1 2.3.

13



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1           **And Reference: Exhibit B-1 section 10.2.1 Resource Options – Technical**  
2                               **Attributes**

3           An SCGT plant can provide capacity for any peak demand duration period as long as the  
4           fuel source, including conventional natural gas or RNG, is consistently available.

5           **And Reference: ibid. – section 10.2.3 Environmental Attributes**

6           An SCGT plant using RNG as fuel is considered a clean resource option as biogas and  
7           biomass are considered clean or renewable per the CEA definition.

8           3.3     Please confirm that the original CleanBC plan called on FEI to build up the RNG  
9           content to at least 15% of its delivered gas commodity by 2030.

10  
11           **Response:**

12           Confirmed, FEI was enabled to acquire up to 15 percent of its non-bypass volume or  
13           approximately 30 petajoules (PJ) of renewable gas.

14  
15

16                               3.3.1     Please confirm that FEI is on track to exceed that target

17  
18  
19           **Response:**

20           FEI confirms it is on track to exceed that target.

21  
22

23  
24           3.4     Please confirm that under the new Roadmap to 2030, FEI must rely on a greater  
25           proportion of RNG by 2030 to comply with its mandated emissions cap.

26  
27           **Response:**

28           While key details on the design on the emissions cap are in development with the provincial  
29           government, FEI believes that complying with the cap will require a volume of renewable gases  
30           greater than 15 percent by 2030. As the legislative and regulatory framework of the cap is  
31           developed, FEI will have greater understanding on the specific compliance pathways it will pursue  
32           to achieve the emissions cap.

33  
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1           3.5     Does FBC expect that neighbouring jurisdictions to British Columbia will  
2                     experience a growing demand for RNG, for similar reasons to those underlying  
3                     policy in this province?

4  
5                     3.5.1     If not, why not?

6                     3.5.2     If so, what are the implications for the availability of RNG imports to  
7                     British Columbia?

8     **Response:**

9     FBC confirms that it expects demand for RNG will increase in certain jurisdictions across North  
10    America as efforts to decarbonize various sectors of the economy advance. For example, Energir  
11    in Quebec recently issued a Request for Proposals for RNG<sup>1</sup> to increase the quantity of RNG in  
12    its gas supply. Also, Enbridge Gas Distribution has recently agreed to purchase additional RNG  
13    from third parties.<sup>2</sup> However, FBC notes that each jurisdiction faces unique decarbonization  
14    opportunities and challenges so it does not expect demand to be uniform in each jurisdiction.  
15    Regardless of increasing demand from neighbouring jurisdictions, FBC expects there to be  
16    sufficient RNG available to meet FBC needs. FEI has the ability to purchase RNG from both within  
17    and outside of BC and it has supply projections that exceed the needs of FBC identified in this  
18    LTERP in both the near- and longer-term.

19    The amount of available RNG can be found in existing studies<sup>3 4 5 6</sup> which state the range of  
20    Canadian RNG (biomethane) supply potential is approximately 61 to 82 PJ per year. Additionally,  
21    according to various reports,<sup>7 8 9</sup> the current range of US RNG supply potential is approximately  
22    350 to 460 PJ per year, rising to 630 to 857 PJ per year beyond 2030 which is well beyond FEI  
23    targets.

24    FEI is currently working with the Province of BC to complete an updated RG Potential study that  
25    will serve to further reinforce this perspective on RNG supply availability. This study is expected  
26    to be completed in early 2022 at which time FEI will be able to discuss its findings in greater detail.

1     <https://www.energir.com/en/rngrfp/>

2     <https://www.reuters.com/business/sustainable-business/enbridge-inks-low-carbon-deals-with-shell-vanguard-renewables-2021-09-28/>

3     Salim Abboud et al., *Potential Production of Methane from Canadian Wastes*, 2010.

4     Canadian Biogas Association, *Canadian Biogas Study: Benefits to the Economy, Environment and Energy - Technical Document*, 2013.

5     Crop residues have been excluded for several reasons. To reduce soil erosion and/or build-up organic matter, crop residues are often incorporated into the soil or, as with straw, used elsewhere (e.g., animal bedding or in mushroom production). For these reasons crop residues are often unavailable. Crop residues often have low spatial energy density and high fiber content. This means they can be costly to collect and transport, and require expensive pre-treatment. Finally, crop residue availability is highly variable, depending upon weather, crop rotation and seasonal variation, while they are also only available once or at certain times of the year. This makes them challenging to use because biogas plants require year-round feedstock availability and long-term storage is expensive.

6     TorchLight Bioresources Inc., *Renewable Natural Gas (Biomethane) Feedstock Potential in Canada*, 2020.

7     American Gas Foundation, *The Potential for Renewable Gas: Biogas Derived from Biomass Feedstocks and Upgraded to Pipeline Quality*, September 2011.

8     National Research Energy Laboratory, *Energy Analysis: Biogas Potential in the United States*, October 2013.

9     American Gas Foundation, *Renewable Sources of Natural Gas: Supply and Emissions Reduction Assessment*, December 2019.



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1 While FEI expects RNG to be an important fuel and to make up a significant amount of its  
2 renewable gas mix, over the longer term FEI expects that other forms of renewable gas, such as  
3 low carbon hydrogen, will play an increasingly significant role. By adding different forms of  
4 renewable gas, such as hydrogen, which has the potential to be produced at scale and blended  
5 in the gas system or in dedicated infrastructure to decarbonize a range of end-use applications,  
6 FEI is confident that the future availability of renewable gas supply will be more than sufficient to  
7 meet FBC's needs.

8  
9

10

11 3.6 What is the relationship between the Centre for Innovation and Clean Energy and  
12 FBC and FEI? How does FortisBC expect that the mandate of the Centre will  
13 participate in the supply of RNG for FEI to deliver to core customers and for FBC  
14 to power SCGT plants under this resource plan?

15

16 **Response:**

17 The Centre for Innovation and Clean Energy will bring together innovators, industry, governments  
18 and academics to accelerate the commercialization and scale-up of BC-based clean-energy  
19 technologies and one of the initial focus areas for funding and project delivery will include  
20 Renewable Natural Gas.<sup>10</sup> This mandate will strategically support FEI's goals to increase the  
21 production of RNG in BC to decarbonize the gas system and customers' energy supply.

22

<sup>10</sup> <https://news.gov.bc.ca/releases/2021EMLI0050-001381>



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1   **4.0   TOPIC:                   Distributed Generation – Customer Solar and Net Metering**

2           4.1   What challenges would arise for FBC from a material increase in customer solar  
3           generation under net metering?

4  
5   **Response:**

6   While participation in FBC’s Net Metering program is increasing on a year-over-year basis, FBC  
7   does not expect that such growth will present significant issues over the term of the LTERP. FBC  
8   will examine the issue of cost-shifting from net metering customers to non-net metering customers  
9   as part of its next Cost of Service study.

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13           4.2   What contribution do these transactions make to the utility’s fixed costs?

14  
15   **Response:**

16   Please refer to the response to RCIA IR1 10.1.

17  
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19  
20           4.3   What changes would be required to ensure that energy delivered to FBC under  
21           this program is priced at its actual value at the time of delivery?

22  
23   **Response:**

24   FBC assumes that the term “delivery” in the question refers to periods when customer generation  
25   exceeds customer load and electricity flows onto the FBC system. When this occurs, FBC refers  
26   to it as “net excess generation”. FBC is not considering a change to the program that would see  
27   the purchase price for net excess generation set at its actual value at the time of delivery (however  
28   that may be determined), which could be higher or lower than the current rate. Such a change to  
29   the Net Metering program would require a complete redesign of the program elements, including  
30   changes to the billing system, related documentation, and obtaining BCUC approval for a  
31   calculation of the “actual value”.

32   The FBC Net Metering program incorporates a “kWh Bank” that measures the total amount of net  
33   excess generation during a billing period and which is held as a kWh credit that can be used in a  
34   future billing periods when customer-owned generation is not sufficient to meet the needs of the  
35   customer. Any net excess generation balance that is left in the kWh Bank at the end of a 12-  
36   month period is purchased by FBC at the BC Hydro RS3808 rate, which serves as a proxy for the  
37   avoided cost of the energy. Annual net excess generation does not generally occur as the  
38   program is not intended to allow customers to generate more than their load on a long-term basis.



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1 FBC notes that it is not possible to know how much energy is actually being generated by the  
2 customer and, and therefore has no way to price it. Net Metering only allows FBC to measure the  
3 difference between customer load and customer generation. All customer generation reduces  
4 the load that FBC must serve from its own resources whenever the customer generation is  
5 delivering power, regardless of whether there is net excess generation.

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8

9 4.4 What impact would coupling customer solar with customer storage have on the  
10 value of this resource to the utility and to non-participating ratepayers?

11

12 **Response:**

13 Given the capacity restrictions contained in the Net Metering tariff, it is unlikely that the benefits  
14 of solar PV coupled with battery storage would provide any benefit to either FBC or non-  
15 participating customers. In order for battery storage to provide a significant benefit to FBC it must  
16 be of a scale that could help in the management of peak demand, and would need to be  
17 dispatchable under the control of FBC.

18