

Doug Slater Director, Regulatory Affairs

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March 4, 2020

British Columbia Utilities Commission Suite 410, 900 Howe Street Vancouver, BC V6Z 2N3

Attention: Mr. Patrick Wruck, Commission Secretary and Manager, Regulatory Support

Dear Mr. Wruck:

Re: FortisBC Energy Inc. (FEI or the Company) – Fort Nelson Service Area (Fort Nelson)

Gas Cost Reconciliation Account (GCRA) and Commodity Cost Recovery Charge

2020 First Quarter Gas Cost Report

The attached materials provide the FEI 2020 First Quarter Gas Cost Report for Fort Nelson (the First Quarter Report) as required under the British Columbia Utilities Commission (BCUC) guidelines.

GCRA and Commodity Cost Recovery Charge

Based on the five-day average of the February 18, 19, 20, 21, and 24, 2020 forward prices (five-day average forward prices ending February 24, 2020), the March 31, 2020 GCRA deferral balance is projected to be approximately \$20.8 thousand surplus after tax (Tab 1, Page 3, Column 14, Line 34). Further, based on the five-day average forward prices ending February 24, 2020, the gas purchase cost assumptions, and the forecast gas cost recoveries at present rates for the 12-month period ending March 31, 2021, and accounting for the projected March 31, 2020 deferral balance, the GCRA ratio is calculated to be 56.3% (Tab 1, Page 1, Column 4, Line 9), which falls outside the 95% to 105% deadband. The tested rate increase that would produce a 100% commodity recovery-to-cost ratio is calculated to be \$0.815/GJ (Tab 1, Page 1, Column 5, Line 27), which falls outside the \$0.50/GJ minimum rate change threshold. The results of the two-criteria rate adjustment mechanism indicate a rate change is required to the commodity cost recovery charge, effective April 1, 2020.



The schedules at Tab 1, Pages 2 to 5 provide details of the recorded and forecast (based on the five-day average forward prices ending February 24, 2020) monthly GCRA balances, including the commodity and midstream related costs and recoveries for 2019, and 2020 to March 31, 2022.

Provided in Tab 3 are the details of the forecast cost of gas for Fort Nelson. The Company requests the information contained in Tab 3 be treated as CONFIDENTIAL.

CONFIDENTIALITY

FEI is requesting that this information be filed on a confidential basis pursuant to Section 18 of the BCUC's Rules of Practice and Procedure regarding confidential documents adopted by Order G-15-19, and Section 71(5) of the *Utilities Commission Act* and requests that the BCUC exercise its discretion under Section 6.0 of the Rules for Natural Gas Energy Supply Contracts and allow these documents to remain confidential. FEI believes this will ensure that market sensitive information is protected, and FEI's ability to obtain favourable commercial terms for future natural gas contracting is not impaired.

In this regard, FEI further believes that the Core Market could be disadvantaged and may well shoulder incremental costs if utility gas supply procurement strategies as well as contracts are treated in a different manner than those of other gas purchasers, and believes that since it continues to operate within a competitive environment, there is no necessity for public disclosure and risk prejudice or influence in the negotiations or renegotiation of subsequent contracts.

Summary

The Company requests approval to flow-through a change to the Commodity Cost Recovery Charge applicable to all sales rate classes in the Fort Nelson service area from \$1.048/GJ to \$1.863/GJ effective April 1, 2020. For comparative purposes, FEI provides at Tabs 4 and 5 the tariff continuity and bill impact schedules for Fort Nelson Service Area. As a result, the annual bill for a typical Fort Nelson residential customer with an average annual consumption of 125 GJ per year will increase by approximately \$102 or 12.6%.

FEI will continue to monitor the forward prices and will report the recorded and forecast GCRA balances, including the commodity and midstream related costs and recoveries, in its 2020 Second Quarter Gas Cost Report. Further, under normal circumstances the storage and transport rates will be adjusted on an annual basis with a January 1 effective date.

We trust the BCUC will find the attached to be in order. However, should any further information be required, please contact Gurvinder Sidhu at 604-592-7675.



Sincerely,

FORTISBC ENERGY INC.

Original signed:

Doug Slater

Attachments

FORTISBC ENERGY INC. - FORT NELSON SERVICE AREA GAS COST RECONCILIATION ACCOUNT (GCRA) RATE CHANGE TRIGGER MECHANISM COMMODITY COST RECOVERY CHARGE FLOW-THROUGH FOR THE FORECAST PERIOD APR 2020 TO MAR 2021 FIVE-DAY AVERAGE FORWARD PRICES - FEB 18, 19, 20, 21, AND 24, 2020

				Forecast			
Line			Pre-Tax	Energy		Unit Cost	
No.	Particulars (1)		(\$000)	(TJ)	Percentage (4)	(\$/GJ) (5)	Reference / Comment (6)
	(1)		(2)	(3)	(4)	(5)	(6)
1	COMMODITY COST RECOVERY CHARGE CHANGE TRIGGER RATIO						
2	(a)		()				
3	Projected Pre-Tax GCRA Deferral Balance at Apr 1, 2020	\$	(28.5)				(Tab 1, Page 4, Col 14, Line 1)
4	Forecast Total Commodity Related Costs - Apr 2020 to Mar 2021	\$	828.9				(Tab 1, Page 4, Col 14, Line 11)
5	Forecast Storage and Transport Related Activities Imbalance - Apr 2020 to Mar 2021	\$	(0.3)				(Tab 1, Page 4, Col 14, Line 26)
6	Forecast Recovery at Existing Commodity Cost Recovery Charge - Apr 2020 to Mar 2021	\$	450.7				(Tab 1, Page 4, Col 14, Line 18)
7 8							
9	Trigger Forecast Recovery at Existing Cost of Gas Recovery Rate (Line 6) \$ 450.7						
10	Ratio Projected GCRA Balance (Line 3) + Forecast Commodity Related Costs (Line 4) + \$ 800.0		=		56.3%		Outside 95% to 105% deadband
11	Forecast Storage and Transport Related Activities Imbalance (Line 5)						
12							
13							
14	Existing Commodity Cost Recovery Charge, effective July 1, 2019					\$ 1.048	
15							
16							
17							
18							
19 20	COMMODITY COST RECOVERY CHARGE CHANGE THRESHOLD (+/- \$0.50/GJ)						
20	Forecast Sales Rate Classes Recovery Energy - Apr 2020 to Mar 2021			428.9			(Tab 1, Page 4, Col 14, Line 14)
22	(a)						(
23	Projected Pre-Tax GCRA Balance at Apr 1, 2020	\$	(28.5)			\$ (0.0664)	(b)
24	Forecast 12-month GCRA Activities - Apr 2020 to Mar 2021	Ψ	377.9			0.8809	
24	(Over) / Under Recovery at Existing Commodity Cost Recovery Charge	\$	349.4			0.0003	(Line 3 + Line 4 + Line 5 - Line 6)
	(over) / onder receivery at Existing Commodity Cost Receivery Charge	φ	343.4				
26							(b) = 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1
27	Proposed Commodity Cost Recovery Charge (Decrease) / Increase					\$ 0.815	^(b) Exceeds minimum +/- \$0.50/GJ threshold

Notes:

(a) Pre-tax opening balances are restated based on current income tax rates, to reflect grossed-up after tax amounts.

(b) Commodity Cost Recovery Charge in tariff is set at 3 decimal places. Individual rate components are shown to 4 decimals places.

Slight differences in totals due to rounding.

FORTISBC ENERGY INC. - FORT NELSON SERVICE AREA GCRA MONTHLY BALANCES AND ACTIVITIES FOR THE YEAR 2019

Line No.	Particulars		Actual Jan-19		tual b-19	Actual Mar-19		Actual Apr-19	Actu May-		Actual Jun-19		Actual Jul-19		Actual Aug-19	Actu Sep-			Actual Oct-19	Actu Nov-			Actual ec-19	Total 2019
	(1)		(2)		(3)	(4)		(5)	(6)		(7)		(8)		(9)	(10)			(11)	(12			(13)	(14)
1	GCRA Balance - Beginning (Pre-tax) ^(a)	\$	6 (230,796)	\$ (2	13,045)	\$ (201,486)	\$	(229,209)	\$ (248	8,381) \$	(260,8	08) \$	\$ (269,620)	\$	(268,575)	\$ (275	,926)	\$ (281,029)	\$ (304	1,977)	\$ (247,385) \$	(230,796)
2 3	GCRA Activities																							
4	Commodity Costs Incurred																							
5	Commodity Purchases ^(b)	GJ	92,100		87,400	44,300		24,000	18	,300	9,0	00	5,850		9,400	18	,000		38,000	71	1,000		73,800	491,150
6 7	Average Unit Cost of Gas Purchased (Line 8 / Line 5)	\$/GJ \$	5 1.694	\$	1.654	\$ 1.007	\$	0.698	\$0	.608 \$	0.4	65 \$	\$ 0.619	\$	0.512	§ 0	.502	\$	0.362	\$ 1	1.795	\$	1.663 \$	1.341
8	Total Purchase Costs	\$	\$ 155,986	\$ 1·	44,574	\$ 44,589	\$	16,758	\$11	,135 \$	4,1	89 3	\$ 3,620	\$	4,817	\$9	,043	\$	13,752	\$ 127	7,429	\$	122,753 \$	658,644
9	Imbalance Gas ^(c)		(8,299)	(13,067)	6,844		11,220	(1	,040)	1,1		704		963		(855)		(156)	(3	3,929)		12,305	5,826
10	Company Use Gas Recovered from O&M		(352)		(442)	(232)		(25)		(39)	(24)	(15)		(6)		(27)		(30)		(435)		(410)	(2,038)
11 12	Commodity Related Costs Total		\$ 147,335	\$ 1	31,064	\$ 51,200	\$	27,952	\$ 10),056 \$	5,3	02 3	\$ 4,309	\$	5,773	\$8	,161	\$	13,567	\$ 123	3,065	\$	134,648 \$	662,431
13	Commodity Costs Recoveries					50.000						~=									=			170 115
14 15	Sales Rate Classes Recovered Recovery @ Approved Commodity Cost Recovery Rate	GJ S	82,232		76,898	50,920 \$ (76,615)	\$	31,571		5,977 5,594) \$	10,8 (15,4		5,635 \$ (4,802)	\$	13,552		,821 ,457)	\$	36,090 (37,746)		1,635 1,574)	\$	80,278	479,445 (630,099)
16	T-Service Balancing Gas	•	-	+ (.	-	-	Ŧ	-	+ (-	(,	-	-	•	-	• (-	•	-	• (-	-	•	-	-
17	T-Service UAF Recovered (d)		(249)		(205)	(183)		(11)		5		6	(0)		(1)		(3)		(13)		(50)		(317)	(1,023)
18	Commodity Related Recovery Total (Lines 15, 16 & 17)	_	\$ (127,771)	\$ (1	19,552)	\$ (76,798)	\$	(47,562)	\$ (23	\$,589) \$	(15,4	27) \$	\$ (4,802)	\$	(14,328)	\$ (14	,460)	\$	(37,759)	\$ (64	1,624)	\$	(84,449) \$	(631,121)
19 20 21	Total Commodity Related Activities (Lines 11 & 18)		\$ 19,564	\$	11,513	\$ (25,598)	\$	(19,610)	\$ (13	s,533) \$	6 (10,1	25) \$	\$ (493)	\$	(8,555)	\$ (6	,300)	\$	(24,192)	\$ 58	3,440	\$	50,199 \$	31,310
22	Storage and Transport Costs and Recoveries																							
23	Transportation Costs Incurred	:	\$ 1,763	\$	3,340	\$ 72	\$	1,790	\$1	,791 \$	1,7	77 9	\$ 1,778	\$	1,781	\$1	,787	\$	1,793	\$ 1	1,807	\$	1,810 \$	21,290
24 25	Recovery @ Approved Storage & Transport Rates		(3,576)		(3,294)	(2,198)		(1,352)		(685)	(4	63)	(240)		(578)		(590)		(1,549)	(2	2,655)		(3,463)	(20,644)
26	Total Storage and Transport Related Activities (Lines 23 & 24)		\$ (1,813)	\$	46	\$ (2,126)	\$	438	\$1	,106 \$	1,3	14 \$	\$ 1,538	\$	1,204	\$1	,197	\$	243	\$	(848)	\$	(1,653) \$	647
27																								
28	GCRA Balance - Ending (Pre-tax) (Lines 1, 19 & 26)		\$ (213,045)	\$ (2	01,486)	\$ (229,209)	\$	(248,381)	\$ (260	,808) \$	(269,6	20) \$	\$ (268,575)	\$	(275,926)	\$ (281	,029)	\$ (304,977)	\$ (247	7,385)	\$ (198,839) \$	(198,839)
29 30 31	Tax Rate		27.0%		27.0%	27.0%		27.0%	2	7.0%	27.	0%	27.0%		27.0%	2	7.0%		27.0%	2	27.0%		27.0%	27.0%
32 33	GCRA Balance - Ending (After-tax)	:	\$ (155,523)	\$ (1	47,085)	\$ (167,323)	\$	(181,318) \$	\$ (190	,390) \$	(196,8	22) \$	\$ (196,060)	\$	(201,426)	\$ (205	,151)	\$ (222,633)	\$ (180),591)	\$ (145,152) \$	(145,152)

Notes:

(a) Pre-tax opening balances are restated based on current income tax rates, to reflect grossed-up after tax amounts.

(b) Commodity Purchases include Company Use Gas quantities and Sales & T-Service UAF requirements.

(c) Imbalance Gas comprises the Enbridge - Westcoast Energy and T-Service imbalances, which vary monthly; the amount shown in the first Projected column reflects the forecast value to settle the total imbalance at the end of the recorded period.

(d) Sales UAF costs are recovered via gas cost recovery rates; T-Service UAF costs are recovered via delivery revenues.

Slight differences in totals due to rounding.

FORTISBC ENERGY INC. - FORT NELSON SERVICE AREA GCRA MONTHLY BALANCES AND ACTIVITIES AT EXISTING RATES RECORDED PERIOD TO JAN 2020 AND FORECAST TO MAR 2020 FIVE-DAY AVERAGE FORWARD PRICES - FEB 18, 19, 20, 21, AND 24, 2020

Line No.	Particulars		ecorded Jan-20		ected b-20	Projec Mar-												an-20 to Mar-20
	(1)		(2)	((3)	(4))	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)		(14)
1	GCRA Balance - Beginning (Pre-tax) ^(a)	\$	\$ (198,839)	\$ (1 [.]	14,220)	\$ (63	3,380)										\$	(198,839)
2 3 4	2020 GCRA Activities Commodity Costs Incurred																	
5	Commodity Purchases (b)	GJ	106,700	(65,086	59	9,263											231,049
6 7	Average Unit Cost of Gas Purchased (Line 8 / Line 5)	\$/GJ	\$ 1.901	\$	1.802	\$ 1	1.641										\$	1.761
8 9	Total Purchase Costs Imbalance Gas ^(c)	\$	\$ 202,859 (14,979)		17,259 6,304	\$ 97	7,254 -										\$	417,372 (8,675)
10	Company Use Gas Recovered from O&M		 (671)		(595)		(459)											(1,725)
11 12	Commodity Related Costs Total (Lines 8, 9 &10)		\$ 187,209	\$ 12	22,968	\$ 96	6,795										\$	406,972
13	Commodity Costs Recoveries																	
14	Sales Rate Classes Recovered	GJ	189,487	(63,490	57	7,835											310,811
15	Adjust Sales Under / (Over) Accrual ^(d)	GJ	-		3,811		-											3,811
16	Recovery @ Approved Commodity Cost Recovery Rate	\$	\$ (99,500)	\$ (7	70,531)	\$ (60	0,611)										\$	(230,642)
17	T-Service Balancing Gas		-		-		-											-
18	T-Service UAF Recovered (e)		 (227)		(200)		(183)											(610)
19	Commodity Related Recovery Total (Lines 16, 17 & 18)		\$ (99,727)	\$ (7	70,732)	\$ (60	0,794)										\$	(231,252)
20	Total Commodity Related Activities (Lines 11 & 19)		\$ 87,482	\$!	52,237	\$ 36	6,001										\$	175,720
21 22																		
22	Storage and Transport Costs and Recoveries																	
24	Transportation Costs Incurred		\$ 1,794	\$	1,719	\$ 1	1,719										\$	5,231
25	Recovery @ Approved Storage & Transport Rates		(4,657)		(3,116)		2,837)										·	(10,610)
26			 															· ·
27	Total Storage and Transport Related Activities (Lines 24 & 25)		\$ (2,863)	\$	(1,397)	\$ (1	1,118)										\$	(5,378)
28																		
29	GCRA Balance - Ending (Pre-tax) (Lines 1, 20 & 27)		\$ (114,220)	\$ (6	63,380)	\$ (28	8,497)										\$	(28,497)
30 31	Tax Rate		27.0%		27.0%	-	27.0%											27.0%
31			21.0%		21.0%	2	21.070											21.0%
33																		
34	GCRA Balance - Ending (After-tax)		\$ (83,381)	\$ (4	46,268)	\$ (20	0,803)										\$	(20,803)

Notes:

(a) Pre-tax opening balances are restated based on current income tax rates, to reflect grossed-up after tax amounts.

(b) Commodity Purchases include Company Use Gas quantities and Sales & T-Service UAF requirements.

(c) Imbalance Gas comprises the Enbridge - Westcoast Energy and T-Service imbalances, which vary monthly; the amount shown in the first Projected column reflects the forecast value to settle the total imbalance at the end of the recorded period.

(d) Adjustment to the forecast recoveries to account for any under / (over) accrued Sales at the end of the recorded period.

(e) Sales UAF costs are recovered via gas cost recovery rates; T-Service UAF costs are recovered via delivery revenues.

Slight differences in totals due to rounding.

FORTISBC ENERGY INC. - FORT NELSON SERVICE AREA GCRA MONTHLY BALANCES AND ACTIVITIES AT EXISTING RATES FORECAST PERIOD FROM APR 2020 TO MAR 2021 FIVE-DAY AVERAGE FORWARD PRICES - FEB 18, 19, 20, 21, AND 24, 2020

Line No.		-		Forecast May-20 (3)	Ju	ecast F n-20 (4)	Forecast Jul-20 (5)	orecast Aug-20 (6)	orecast Sep-20 (7)	orecast Oct-20 (8)		orecast lov-20 (9)	orecast Dec-20 (10)	orecast Jan-21 (11)	recast eb-21 (12)	orecast Mar-21 (13)	Apr-20 to Mar-21 (14)
1	GCRA Balance - Beginning (Pre-tax) ^(a)	\$	\$ (28,497) \$	(14,050)	\$	(7,956) \$	(3,407)	\$ 1,099	\$ 6,410	\$ 15,391	\$	35,409	\$ 87,459	\$ 159,142	\$ 235,005	\$ 297,734	\$ (28,497)
2 3	GCRA Activities																
4	Commodity Costs Incurred																
5	Commodity Purchases ^(b)	GJ	32,198	16,233		8,662	5,895	7,823	13,733	32,449		58,562	73,886	72,965	61,333	55,838	439,577
6 7	Average Unit Cost of Gas Purchased (Line 8 / Line 5)	\$/GJ	\$ 1.476 \$	1.350	\$	1.406 \$	1.555	\$ 1.538	\$ 1.608	\$ 1.643	\$	1.943	\$ 2.030	\$ 2.099	\$ 2.078	\$ 1.977	\$ 1.895
8 9	Total Purchase Costs Imbalance Gas ^(c)	\$	\$ 47,518 \$	21,920	\$	12,180 \$ -	9,165 -	\$ 12,035	\$ 22,090	\$ 53,299 -	\$	113,774 -	\$ 150,016	\$ 153,141 -	\$ 127,471 -	\$ 110,379 -	\$ 832,986 -
10	Company Use Gas Recovered from O&M	_	(273)	(263)		(77)	(86)	(52)	(87)	(57)		(593)	(743)	(661)	(686)	(553)	(4,132)
11	Commodity Related Costs Total	_	\$ 47,245 \$	21,657	\$	12,103 \$	9,079	\$ 11,982	\$ 22,003	\$ 53,241	\$	113,181	\$ 149,272	\$ 152,480	\$ 126,785	\$ 109,826	\$ 828,854
12																	
13	Commodity Costs Recoveries												70.000	=			
14	Sales Rate Classes Recovered Recovery @ Approved Commodity Cost Recovery	GJ	31,416	15,754		8,455	5,737	7,651	13,438	31,817		57,113	72,083	71,221	59,799	54,461	428,946
15	Rate	\$	\$ (32,924) \$	(16,510)	\$	(8,861) \$	(6,012)	\$ (8,018)	\$ (14,083)	\$ (33,344)	\$	(59,855)	\$ (75,543)	\$ (74,640)	\$ (62,670)	\$ (57,075)	\$ (449,535)
16	T-Service Balancing Gas		-	-		-	-	-	-	-		-	-	-	-	-	-
17	T-Service UAF Recovered ^(d)	_	(55)	(3)		(0)	(0)	(0)	(1)	(39)		(192)	(224)	(229)	(200)	(183)	(1,126)
18	Commodity Related Recovery Total (Lines 15, 16 & 17)	-	\$ (32,979) \$	(16,513)	\$	(8,861) \$	(6,013)	\$ (8,018)	\$ (14,084)	\$ (33,384)	\$	(60,047)	\$ (75,767)	\$ (74,869)	\$ (62,870)	\$ (57,258)	\$ (450,662)
19 20	Total Commodity Related Activities (Lines 11 & 18)	-	\$ 14,266 \$	5,144	\$	3,242 \$	3,067	\$ 3,964	\$ 7,919	\$ 19,858	\$	53,134	\$ 73,505	\$ 77,611	\$ 63,915	\$ 52,568	\$ 378,193
20																	
22	Storage and Transport Costs and Recoveries																
23	Transportation Costs Incurred		\$ 1,719 \$	1,719	\$	1,719 \$	1,719	\$ 1,719	\$ 1,719	\$ 1,719	\$	1,719	\$ 1,719	\$ 1,753	\$ 1,753	\$ 1,753	\$ 20,730
24	Recovery @ Approved Storage & Transport Rates	_	(1,538)	(768)		(412)	(280)	(372)	(657)	(1,559)		(2,803)	(3,541)	(3,501)	(2,939)	(2,675)	(21,046)
25 26	Total Storage and Transport Related Activities (Lines 23 & 24)		\$ 181 \$	951	\$	1,307 \$	1,439	\$ 1,347	\$ 1,062	\$ 160	\$	(1,084)	\$ (1,822)	\$ (1,748)	\$ (1,186)	\$ (922)	\$ (316)
27		-				,	,	1-	1		•	()==)	(/- /	(/ -/	(//	(- <i>1</i>	(/
28	GCRA Balance - Ending (Pre-tax) (Lines 1, 19 & 26)	_	\$ (14,050) \$	(7,956)	\$	(3,407) \$	1,099	\$ 6,410	\$ 15,391	\$ 35,409	\$	87,459	\$ 159,142	\$ 235,005	\$ 297,734	\$ 349,380	\$ 349,380
29 30 31	Tax Rate	_	27.0%	27.0%		27.0%	27.0%	27.0%	27.0%	27.0%		27.0%	27.0%	27.0%	27.0%	27.0%	27.0%
32 33	GCRA Balance - Ending (After-tax)	-	\$ (10,257) \$	(5,808)	\$	(2,487) \$	802	\$ 4,679	\$ 11,235	\$ 25,848	\$	63,845	\$ 116,174	\$ 171,554	\$ 217,346	\$ 255,047	\$ 255,047

Notes:

(a) Pre-tax opening balances are restated based on current income tax rates, to reflect grossed-up after tax amounts.

(b) Commodity Purchases include Company Use Gas quantities and Sales & T-Service UAF requirements.

(c) Imbalance Gas comprises the Enbridge - Westcoast Energy and T-Service imbalances, which vary monthly; the amount shown in the first Projected column reflects the forecast value to settle the total imbalance at the end of the recorded period.

(d) Sales UAF costs are recovered via gas cost recovery rates; T-Service UAF costs are recovered via delivery revenues.

Slight differences in totals due to rounding.

FORTISBC ENERGY INC. - FORT NELSON SERVICE AREA GCRA MONTHLY BALANCES AND ACTIVITIES AT EXISTING RATES FORECAST PERIOD FROM APR 2021 TO MAR 2022 FIVE-DAY AVERAGE FORWARD PRICES - FEB 18, 19, 20, 21, AND 24, 2020

Line No.		-	Ap	recast pr-21 (2)		orecast May-21 (3)	Ju	recast In-21 (4)		orecast Jul-21 (5)		Forecast Aug-21 (6)		Forecast Sep-21 (7)		Orecast Oct-21 (8)		orecast Nov-21 (9)		Forecast Dec-21 (10)		orecast Jan-22 (11)		eb-22 (12)	N	orecast Mar-22 (13)		Apr-21 to Mar-22 (14)
1	GCRA Balance - Beginning (Pre-tax) ^(a)	_	\$	349,380	\$	366,469	\$ 3	374,949	\$	380,538	\$	385,282	\$	391,096	\$	399,778	\$	421,002	\$	472,768	\$	547,795	\$	625,363	\$	689,828	\$	349,380
2		\$																										
3	GCRA Activities																											
4	Commodity Costs Incurred Commodity Purchases ^(b)	GJ		30.316		15.268		8.146		5.544		7.340		12.935		30.553		55.185		69.752		68.466		57.521		52.383		413.407
5	-		¢	/	¢	-,	¢	-, -	¢	- / -	¢	1.633	¢	,	¢		¢		¢	2.135	¢		¢	- ,-	¢	- ,	¢	-, -
6 7	(Line 8 / Line 5)	\$/GJ	Φ	1.987	\$	1.524	φ	1.551	Ф	1.622	Ф	1.033	Ф	1.615	Ф	1.716	Þ	1.990	\$	2.135	Ф	2.191	Þ	2.175	Þ	2.048	Φ	1.982
8	Total Purchase Costs Imbalance Gas ^(c)	\$	\$	48,116	\$	23,264	\$	12,638	\$	8,993	\$	11,987	\$	20,895	\$	52,430	\$	109,827	\$	148,912	\$	149,992	\$	125,093	\$	107,269	\$	819,415
9 10	Company Use Gas Recovered from O&M			- (294)		(297)		(85)		(89)		- (56)		- (87)		- (60)		- (607)		- (781)		(690)		(718)		- (573)		- (4,338)
11	Commodity Related Costs Total	-	¢	47,822	¢	22,967	¢	12,552	¢	8,904	¢	11,931	¢	20,808	¢	()	¢	1	¢	148,131	¢	149,301	¢	124,375	¢	106,695	¢	815,077
12	Commodity Related Costs Total	-	φ	47,022	φ	22,907	φ	12,332	φ	0,904	φ	11,931	φ	20,000	φ	52,570	φ	109,220	φ	140,131	φ	149,301	φ	124,373	φ	100,095	φ	013,077
13	Commodity Costs Recoveries																											
14	Sales Rate Classes Recovered	GJ		29,563		14,804		7,947		5,391		7,176		12,652		29,953		53,789		68,017		66,798		56,049		51,063		403,201
15	Recovery @ Approved Commodity Cost Recovery Rate	\$	\$	(30,982)	\$	(15,514)	\$	(8,328)	\$	(5,650)	\$	(7,521)	\$	(13,259)	\$	(31,390)	\$	(56,371)	\$	(71,282)	\$	(70,004)	\$	(58,740)	\$	(53,514)	\$	(422,554)
16	T-Service Balancing Gas			-		-		-		-		-		-		-		-		-		-		-		-		-
17	T-Service UAF Recovered (d)			(55)		(3)		(0)		(0)		(0)		(1)		(39)		(192)		(230)		(229)		(200)		(183)		(1,133)
18	Commodity Related Recovery Total (Lines 15, 16 & 17)	_	\$	(31,037)	\$	(15,517)	\$	(8,329)	\$	(5,650)	\$	(7,521)	\$	(13,260)	\$	(31,429)	\$	(56,563)	\$	(71,512)	\$	(70,233)	\$	(58,940)	\$	(53,697)	\$	(423,687)
19 20	Total Commodity Related Activities (Lines 11 & 18)	_	\$	16,786	\$	7,450	\$	4,224	\$	3,254	\$	4,411	\$	7,548	\$	20,940	\$	52,657	\$	76,619	\$	79,068	\$	65,435	\$	52,998	\$	391,390
21																												
22	Storage and Transport Costs and Recoveries																											
23	Transportation Costs Incurred		\$	1,753	\$	1,753	\$	1,753	\$	1,753	\$	1,753	\$	1,753	\$	1,753	\$	1,753	\$	1,753	\$	1,788	\$	1,788	\$	1,788	\$	21,145
24 25	Recovery @ Approved Storage & Transport Rates			(1.450)		(723)		(388)		(263)		(350)		(620)		(1.470)		(2.644)		(3.345)		(3.289)		(2,759)		(2,513)		(40.042)
25 26		-	¢	(/ /	¢	(- <i>j</i>	¢	()	¢	(/	¢	()	¢	(<i>1</i>	۴	(/ -/	¢	(1-)	^	(-//	¢	(-77	¢		<u> </u>		¢	(19,813)
20	Total Storage and Transport Related Activities (Lines 23 & 24)	-	\$	304	\$	1,030	\$	1,365	\$	1,490	\$	1,404	\$	1,133	\$	284	\$	(891)	\$	(1,591)	\$	(1,501)	\$	(971)	\$	(724)	\$	1,332
28	GCRA Balance - Ending (Pre-tax) (Lines 1, 19 & 26)		\$	366.469	\$	374,949	\$ 3	380,538	\$	385 282	\$	391 096	\$	399 778	\$	421 002	\$	472 768	\$	547,795	\$	625,363	\$	689,828	\$	742,102	\$	742,102
29	3 (1 ,	-	Ŷ	000,100	Ψ	01 1,0 10	ψü	00,000	Ŷ	000,202	Ŷ	001,000	Ŷ	000,110	Ŷ	121,002	Ŷ		Ŷ	011,100	Ŷ	020,000	Ψ	000,020	<u> </u>	2, .02	Ŧ	,
30 31	Tax Rate	_		27.0%		27.0%		27.0%		27.0%		27.0%		27.0%		27.0%		27.0%		27.0%		27.0%		27.0%		27.0%		27.0%
32																												
33	GCRA Balance - Ending (After-tax)	-	\$	267,522	\$	273,713	\$ 2	277,793	\$	281,256	\$	285,500	\$	291,838	\$	307,331	\$	345,120	\$	399,890	\$	456,515	\$	503,574	\$	541,734	\$	541,734

Notes:

(a) Pre-tax opening balances are restated based on current income tax rates, to reflect grossed-up after tax amounts.

(b) Commodity Purchases include Company Use Gas quantities and Sales & T-Service UAF requirements.

(c) Imbalance Gas comprises the Enbridge - Westcoast Energy and T-Service imbalances, which vary monthly; the amount shown in the first Projected column reflects the forecast value to settle the total imbalance at the end of the recorded period.

(d) Sales UAF costs are recovered via gas cost recovery rates; T-Service UAF costs are recovered via delivery revenues.

Slight differences in totals due to rounding.

FORTISBC ENERGY INC. - FORT NELSON SERVICE AREA STATION 2 INDEX FORECAST FOR THE PERIOD ENDING MAR 2022

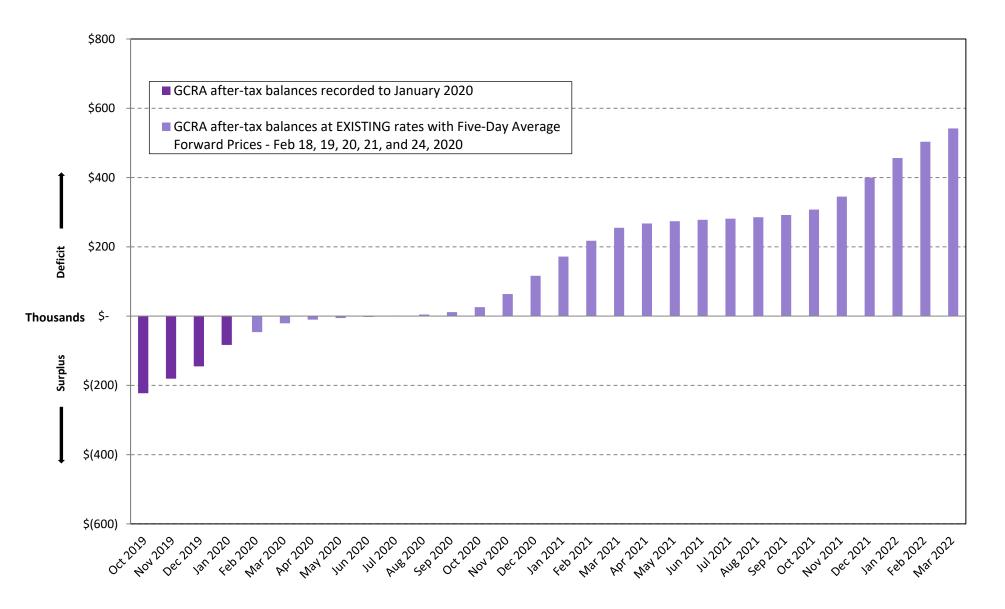
Line No		Particulars	Prices - I ar	eb 18, 1 1 24, 20	e Forward 9, 20, 21, 20 st Report	Prices - N	ov 5, 6, 12, 2019		Change in Fo Price	orward
		(1)			(2)			(3)	(4) = (2) -	(3)
		- · · · · (a)								
1	Station 2 Inde	x Prices - \$CDN/GJ ^(a)								
2				•			•	0.00	•	
3	2019	October	î	\$	0.36	Recorded	\$	0.36	\$	-
4		November		\$	1.95	Forecast	\$	1.25	\$	0.70
5	0000	December	-	\$	2.04		\$	1.91	\$	0.13
6	2020	January	Recorded	\$	2.14		\$	2.10	\$	0.04
7		February	Forecast	\$	1.85	V	\$	2.13	\$	(0.28)
8		March		\$	1.58		\$	1.67	\$	(0.09)
9		April		\$	1.48		\$	1.40	\$	0.07
10		May	V	\$	1.35		\$	1.31	\$	0.04
11		June		\$	1.41		\$	1.29	\$	0.12
12		July		\$	1.55		\$	1.30	\$	0.26
13		August		\$	1.54		\$	1.34	\$	0.20
14		September		\$	1.61		\$	1.36	\$	0.25
15		October		\$	1.64		\$	1.46	\$	0.18
16		November		\$	1.80		\$	1.74	\$	0.07
17		December		\$	1.93		\$	1.95	\$	(0.02)
18	2021	January		\$	2.03		\$	2.11	\$	(0.07)
19		February		\$	2.00		\$	2.04	\$	(0.04)
20		March		\$	1.85		\$	1.82	\$	0.03
21		April		\$	1.59		\$	1.58	\$	0.01
22 23		May		\$ \$	1.52 1.55		\$	1.57	\$ \$	(0.04)
23 24		June July		ъ \$	1.55		\$ \$	1.60 1.67	ъ \$	(0.05) (0.05)
24 25		August		э \$	1.62		э \$	1.68	э \$	(0.05)
25 26					1.63			1.67	э \$. ,
26 27		September October		\$ \$	1.62		\$ \$	1.67	ъ \$	(0.06) (0.04)
28		November		э \$	1.72		э \$	1.85	э \$	(0.04)
20		December		э \$	2.02		φ \$	2.07	у \$	(0.05)
30	2022	January		\$	2.02		φ	2.07	φ	(0.03)
31	2022	February		\$	2.08					
32		March		Ψ \$	1.89					
		March		Ψ	1.05					
33										
34		ie (Apr 2020 - Mar 2021)		\$	1.68		\$	1.59	5.7% \$	0.09
35	Simple Averag	ie (Jul 2020 - Jun 2021)		\$	1.72		\$	1.65	3.9% \$	0.06
36	Simple Averag	e (Oct 2020 - Sep 2021)		\$	1.73		\$	1.74	-0.5% \$	(0.01)
37	Simple Averag	e (Jan 2021 - Dec 2021)		\$	1.75		\$	1.79	-2.2% \$	(0.04)
38		e (Apr 2021 - Mar 2022)		\$	1.76					. ,

Notes:

(a) Recorded monthly price reflects the average booked cost for the month.

FORTISBC ENERGY INC. - FORT NELSON SERVICE AREA GCRA AFTER-TAX BALANCES AT EXISTING RECOVERY RATES FOR FORECAST PERIOD ENDING MAR 2022 FIVE-DAY AVERAGE FORWARD PRICES - FEB 18, 19, 20, 21, AND 24, 2020 (\$000)

Line No		Particulars	Prices - F	eb 18, 19 24, 202	ge Forward 9, 20, 21, and 20 ost Report	Nov 5, 6	6, 7, 8, a	orward Price and 12, 2019 ost Report
		(1)			(2)			(3)
1	2019	October	•	\$	(222.6)	Recorded	\$	(222.0
2		November		\$	(180.6)	Forecast	\$	(208.8
3		December		\$	(145.2)	-	\$	(169.0
4	2020	January	Recorded	\$	(83.4)		\$	(123.
5		February	Forecast	\$	(46.3)	ŧ	\$	(82.7
6		March	_	\$	(20.8)	•	\$	(56.)
7		April		\$	(10.3)		\$	(47.
8		May	+	\$	(5.8)		\$	(43.
9		June	•	\$ \$	(2.5)		\$	(41.
10		July		\$	0.8		\$	(38.
11		August		\$	4.7		\$	(36.
12		September		\$	11.2		\$	(32.
13		October		\$	25.8		\$	(21.
14		November		\$	63.8		\$	11.
15		December		\$	116.2		\$	61.
16	2021	January		\$	171.6		\$	115.
17		February		\$	217.3		\$	159.
18		March		\$	255.0		\$	193.
19		April		\$	267.5		\$	205.
20		May		\$	273.7		\$	212.
21		June		\$ \$ \$ \$	277.8		\$	216.
22		July		\$	281.3		\$	220.
23		August		\$	285.5		\$	225.
24		September		\$	291.8		\$	232.
25		October		\$	307.3		\$	248.
26		November		\$	345.1		\$	287.
27		December		\$	399.9		\$	344.
28	2022	January		\$	456.5			
29		February		\$	503.6			
30		March		\$	541.7			



FORTISBC ENERGY INC. - FORT NELSON SERVICE AREA GCRA MONTHLY BALANCES AND ACTIVITIES AT APPROVED COMMODITY COST RECOVERY CHARGE AND STORAGE AND TRANSPORT RATES RECORDED PERIOD TO JAN 2020 AND FORECAST TO MAR 2020 FIVE-DAY AVERAGE FORWARD PRICES - FEB 18, 19, 20, 21, AND 24, 2020

Line No.	Particulars		ecorded Jan-20	Projecte Feb-20		Projected Mar-20										an-20 to Mar-20
	(1)		 (2)	(3)		(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)	(14)
1	GCRA Balance - Beginning (Pre-tax) ^(a)	\$	\$ (198,839)	6 (114,2	20) \$	(63,380)										\$ (198,839)
2 3 4	2020 GCRA Activities <u>Commodity Costs Incurred</u> Commodity Purchases ^(b)					50.000										
5 6 7		GJ \$/GJ	\$ 106,700 1.901 \$	65,0 1.8	36 02 \$	59,263 1.641										\$ 231,049 1.761
7 8 9	Total Purchase Costs Imbalance Gas ^(c)	\$	\$ 202,859 (14,979)	6,3	04	-										\$ 417,372 (8,675)
10 11	Company Use Gas Recovered from O&M Commodity Related Costs Total (Lines 8, 9 &10)		\$ (671) 187,209	(5) 122,9	,	(459) 96,795										\$ (1,725) 406,972
12 13	Commodity Costs Recoveries															
14 15	Sales Rate Classes Recovered Adjust Sales Under / (Over) Accrual ^(d)	GJ GJ	189,487 -	63,4 3,8		57,835 -										310,811 3,811
16	Recovery @ Approved Commodity Cost Recovery Rate	\$	\$ (99,500)	\$ (70,5	31) \$	(60,611)										\$ (230,642)
17 18	T-Service Balancing Gas T-Service UAF Recovered ^(e)		- (227)	(2	- 00)	- (183)										- (610)
19	Commodity Related Recovery Total (Lines 16, 17 & 18)		\$ (99,727)	6 (70,7	32) \$	(60,794)										\$ (231,252)
20 21	Total Commodity Related Activities (Lines 11 & 19)		\$ 87,482	52,2	37 \$	36,001										\$ 175,720
22 23 24	Storage and Transport Costs and Recoveries Transportation Costs Incurred ^(d)		\$ 1,794	6 1,7	19 \$	1,719										\$ 5,231
25 26	Recovery @ Approved Storage & Transport Rates		 (4,657)	(3,1	16)	(2,837)										 (10,610)
27 28	Total Storage and Transport Related Activities (Lines 24 & 25)		\$ (2,863)	\$ (1,3	97) \$	(1,118)										\$ (5,378)
29 30	GCRA Balance - Ending (Pre-tax) (Lines 1, 20 & 27)		\$ (114,220)	63,3	30) \$	(28,497)										\$ (28,497)
31 32 33	Tax Rate		 27.0%	27.0	0%	27.0%										27.0%
	GCRA Balance - Ending (After-tax)		\$ (83,381)	\$ (46,2	68) \$	(20,803)										\$ (20,803)

Notes:

(a) Pre-tax opening balances are restated based on current income tax rates, to reflect grossed-up after tax amounts.

(b) Commodity Purchases include Company Use Gas quantities and Sales & T-Service UAF requirements.

(c) Imbalance Gas comprises the Enbridge - Westcoast Energy and T-Service imbalances, which vary monthly; the amount shown in the first Projected column reflects the forecast value to settle the total imbalance at the end of the recorded period.

(d) Adjustment to the forecast recoveries to account for any under / (over) accrued Sales at the end of the recorded period.

(e) Sales UAF costs are recovered via gas cost recovery rates; T-Service UAF costs are recovered via delivery revenues.

Slight differences in totals due to rounding.

Tab 2 Page 1

FORTISBC ENERGY INC. - FORT NELSON SERVICE AREA GCRA MONTHLY BALANCES AND ACTIVITIES AT PROPOSED COMMODITY COST RECOVERY CHARGE AND APPROVED STORAGE AND TRANSPORT RATES FORECAST PERIOD FROM APR 2020 TO MAR 2021 FIVE-DAY AVERAGE FORWARD PRICES - FEB 18, 19, 20, 21, AND 24, 2020

Line No.	Particulars (1)	-			Forecast May-20 (3)	Fored Jun- (4	-20	Forecast Jul-20 (5)		Forecast Aug-20 (6)	Forecast Sep-20 (7)		Orecast Oct-20 (8)	No	recast pv-20 (9)	De	ecast c-20 10)		orecast Jan-21 (11)	Fe	recast eb-21 (12)	Ν	orecast <u>1ar-21</u> (13)		Apr-20 to <u>Mar-21</u> (14)
1	GCRA Balance - Beginning (Pre-tax) ^(a)	\$	\$	(28,497) \$	(39,654)	\$ (4	6,399) \$	(48,741)	\$	(48,911) \$	(49,835)	\$	(51,806)	\$	(57,719)	\$ (52,217)	\$	(39,281)	\$	(21,464)	\$	(7,471)	\$	(28,497)
2 3	GCRA Activities																								
4	Commodity Costs Incurred																								
5	Commodity Purchases ^(b)	GJ		32,198	16,233		8,662	5,895		7,823	13,733		32,449		58,562		73,886		72,965		61,333		55,838		439,577
6 7	Average Unit Cost of Gas Purchased (Line 8 / Line 5)	\$/GJ	\$	1.476 \$	1.350	\$	1.406 \$	1.555	\$	1.538 \$	1.608	\$	1.643	\$	1.943	\$	2.030	\$	2.099	\$	2.078	\$	1.977	\$	1.895
8	Total Purchase Costs	\$	\$	47,518 \$	21,920	\$ 1	2,180 \$	9,165	\$	12,035 \$	22,090	\$	53,299	\$ 1	13,774	\$ 1	50,016	\$	153,141	\$ 1	127,471	\$	110,379	\$	832,986
9	Imbalance Gas ^(c)			-	-		-	-		-	-		-		-		-		-		-		-		-
10	Company Use Gas Recovered from O&M	-		(273)	(263)		(77)	(86)		(52)	(87)		(57)		(593)		(743)		(661)		(686)		(553)		(4,132)
11 12	Commodity Related Costs Total	-	\$	47,245 \$	21,657	\$ 1	2,103 \$	9,079	\$	11,982 \$	22,003	\$	53,241	\$ 1	113,181	\$ 1	49,272	\$	152,480	\$ 1	126,785	\$	109,826	\$	828,854
12	Commodity Costs Recoveries																								
14	Sales Rate Classes Recovered	GJ		31,416	15,754		8,455	5,737		7.651	13,438		31,817		57,113		72,083		71,221		59,799		54,461		428.946
15	Recovery @ Proposed Commodity Cost Recovery			- , -	-, -		-,			,			·						,				- , -		-,
	Rate	\$	\$	(58,528) \$	(29,349)	\$ (1	5,751) \$	6 (10,688)	\$	(14,254) \$	(25,034)	\$	(59,275)	\$ (1	106,402)	\$ (1	34,291)	\$	(132,686)	\$ (1	111,406)	\$ (101,461)	\$	(799,126)
16	T-Service Balancing Gas			-	-		-	-		-	-		-		-		-		-		-		-		-
17	T-Service UAF Recovered ^(d)	-		(55)	(3)		(0)	(0)		(0)	(1)		(39)		(192)		(224)		(229)		(200)		(183)		(1,126)
18	Commodity Related Recovery Total (Lines 15, 16 & 17)	-	\$	(58,583) \$	(29,352)	\$ (1	5,752) \$	6 (10,688)	\$	(14,254) \$	(25,035)	\$	(59,315)	\$ (1	106,594)	\$ (1	34,515)	\$	(132,915)	\$ (1	111,606)	\$ (101,644)	\$	(800,253)
19	Total Commodity Related Activities (Lines 11 & 18)	_	\$	(11,338) \$	(7,695)	\$ (3,649) \$	(1,609)	\$	(2,272) \$	(3,033)	\$	(6,073)	\$	6,587	\$	14,758	\$	19,565	\$	15,179	\$	8,182	\$	28,602
20																									
21																									
22	Storage and Transport Costs and Recoveries																								
23	Transportation Costs Incurred		\$	1,719 \$	1,719	\$	1,719 \$	5 1,719	\$	1,719 \$	1,719	\$	1,719	\$	1,719	\$	1,719	\$	1,753	\$	1,753	\$	1,753	\$	20,730
24	Recovery @ Approved Storage & Transport Rates	-		(1,538)	(768)		(412)	(280)		(372)	(657)		(1,559)		(2,803)		(3,541)		(3,501)		(2,939)		(2,675)		(21,046)
25 26	Total Storage and Transport Related Activities (Lines 23 & 24)		\$	181 \$	951	\$	1,307 \$	5 1,439	\$	1,347 \$	1,062	\$	160	\$	(1,084)	\$	(1,822)	\$	(1,748)	\$	(1,186)	\$	(922)	\$	(316)
27		-	Ψ	101 \$		Ŷ	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,	, 1,100	<u> </u>	1,011 V	1,002	Ŷ		Ψ	(1,001)	Ŷ	(1,022)	Ŷ	(1,1.10)	Ŷ	(1,100)	Ψ	(022)	<u> </u>	(0.0)
28	GCRA Balance - Ending (Pre-tax) (Lines 1, 19 & 26)		\$	(39,654) \$	(46,399)	\$ (4	8,741) \$	6 (48,911)	\$	(49,835) \$	(51,806)	\$	(57,719)	\$	(52,217)	\$ (39,281)	\$	(21,464)	\$	(7,471)	\$	(211)	\$	(211)
29		-																							
30	Tax Rate			27.0%	27.0%	:	27.0%	27.0%		27.0%	27.0%		27.0%		27.0%		27.0%		27.0%		27.0%		27.0%		27.0%
31 32		-							—																
33	GCRA Balance - Ending (After-tax)		\$	(28,948) \$	(33,871)	\$ (3	5,581) \$	(35,705)	\$	(36,380) \$	(37,819)	\$	(42,135)	\$	(38,118)	\$ (28,675)	\$	(15,669)	\$	(5,454)	\$	(154)	\$	(154)
				, .	/	1.	, , ,	/	<u> </u>	, .	· · · · /				/	(. ,					-	. /	<u> </u>	· /

Notes:

(a) Pre-tax opening balances are restated based on current income tax rates, to reflect grossed-up after tax amounts.

(b) Commodity Purchases include Company Use Gas quantities and Sales & T-Service UAF requirements.

(c) Imbalance Gas comprises the Enbridge - Westcoast Energy and T-Service imbalances, which vary monthly; the amount shown in the first Projected column reflects the forecast value to settle the total imbalance at the end of the recorded period.

(d) Sales UAF costs are recovered via gas cost recovery rates; T-Service UAF costs are recovered via delivery revenues.

Slight differences in totals due to rounding.

Tab 2 Page 2

FORTISBC ENERGY INC. - FORT NELSON SERVICE AREA GCRA MONTHLY BALANCES AND ACTIVITIES AT PROPOSED COMMODITY COST RECOVERY CHARGE AND APPROVED STORAGE AND TRANSPORT RATES FORECAST PERIOD FROM APR 2021 TO MAR 2022 FIVE-DAY AVERAGE FORWARD PRICES - FEB 18, 19, 20, 21, AND 24, 2020

Line No.	Particulars			pr-21	Forecast May-21	Jur	ecast h-21	Forecast Jul-21		Forecast Aug-21		orecast Sep-21	Forecast Oct-21		Forecast Nov-21		orecast Dec-21		orecast Jan-22	F€	orecast eb-22		orecast Aar-22		Apr-21 to Mar-22
	(1)			(2)	(3)	(4)	(5)		(6)		(7)	(8)		(9)		(10)		(11)		(12)		(13)		(14)
1	GCRA Balance - Beginning (Pre-tax) ^(a)		\$	(211) \$	(7,216)	\$ (*	10,800) \$	(11,688)	\$	(11,338)	\$	(11,372) \$	\$ (13,00)	2) \$	(16,189)	\$	(8,262)	\$	11,332	\$	34,460	\$	53,244	\$	(211)
2		\$																							
3	GCRA Activities																								
4	Commodity Costs Incurred																								
5	Commodity Purchases (b)	GJ		30,316	15,268		8,146	5,544		7,340		12,935	30,55	3	55,185		69,752		68,466		57,521		52,383		413,407
6 7	Average Unit Cost of Gas Purchased (Line 8 / Line 5)	\$/GJ	\$	1.587 \$	1.524	\$	1.551 \$	1.622	\$	1.633	\$	1.615 \$	5 1.71	6\$	1.990	\$	2.135	\$	2.191	\$	2.175	\$	2.048	\$	1.982
8	Total Purchase Costs	\$	\$	48,116 \$	23,264	\$	12,638	8,993	\$	11,987	\$	20,895	\$ 52,43) \$	109,827	\$	148,912	\$	149,992	\$	125,093	\$	107,269	\$	819,415
9	Imbalance Gas ^(c)			-	-		-	-		-		-		-	-		-		-		-		-		-
10	Company Use Gas Recovered from O&M	-		(294)	(297)		(85)	(89)		(56)		(87)	(6	D)	(607)		(781)		(690)		(718)		(573)		(4,338)
11	Commodity Related Costs Total	_	\$	47,822 \$	22,967	\$	12,552	8,904	\$	11,931	\$	20,808	\$ 52,37) \$	109,220	\$	148,131	\$	149,301	\$	124,375	\$	106,695	\$	815,077
12																									
13	Commodity Costs Recoveries													_											
14	Sales Rate Classes Recovered Recovery @ Proposed Commodity Cost Recovery	GJ		29,563	14,804		7,947	5,391		7,176		12,652	29,95	3	53,789		68,017		66,798		56,049		51,063		403,201
15	Recovery @ Proposed Commodity Cost Recovery Rate	\$	\$	(55,075) \$	(27,579)	\$ (*	14,805) \$	6 (10,044)	\$	(13,369)	\$	(23,570)	\$ (55,80)	2) \$	(100,209)	\$	(126,716)	\$	(124,444)	\$ (*	104,420)	\$	(95,130)	\$	(751,163)
16	T-Service Balancing Gas	•	•	-		÷ (-	-	•	-	•		• (••,••	-, -	-	Ŧ	-	Ť	··-··,	• (•	-	•	-
17	T-Service UAF Recovered ^(d)			(55)	(3)		(0)	(0)		(0)		(1)	(3	a)	(192)		(230)		(229)		(200)		(183)		(1,133)
18	Commodity Related Recovery Total (Lines 15, 16 & 17)	-	\$	(55,130) \$	(27,582)	\$ (*	14,805) \$		\$	(13,369)	\$	(23,571)	,	/	· · /	\$	· /	\$	(124,673)	\$ (*	. ,	\$	(95,313)	\$	(752,296)
	• • • • •	-	Ŷ	(00,100) \$	(21,002)				Ŷ						,	Ψ	(120,010)	Ŷ	(121,010)	Ψ (101,020)	<u> </u>	(00,010)	Ŷ	
19	Total Commodity Related Activities (Lines 11 & 18)	-	\$	(7,308) \$	(4,615)	\$	(2,253)	6 (1,140)	\$	(1,438)	\$	(2,763)	\$ (3,47	1) \$	8,818	\$	21,185	\$	24,628	\$	19,755	\$	11,382	\$	62,781
20																									
21																									
22	Storage and Transport Costs and Recoveries																								
23	Transportation Costs Incurred		\$	1,753 \$	1,753	\$	1,753	1,753	\$	1,753	\$	1,753	\$ 1,75	3 \$	1,753	\$	1,753	\$	1,788	\$	1,788	\$	1,788	\$	21,145
24				<i></i>			()	()		()		()	<i></i>		(= =)		()		<i>(</i>)		()				
25	Recovery @ Approved Storage & Transport Rates	-		(1,450)	(723)		(388)	(263)		(350)		(620)	(1,47	,	(2,644)		(3,345)		(3,289)		(2,759)		(2,513)		(19,813)
26	Total Storage and Transport Related Activities (Lines 23 & 24)	-	\$	304 \$	1,030	\$	1,365	5 1,490	\$	1,404	\$	1,133	\$ 28	4 \$	(891)	\$	(1,591)	\$	(1,501)	\$	(971)	\$	(724)	\$	1,332
27																									
28	GCRA Balance - Ending (Pre-tax) (Lines 1, 19 & 26)	-	\$	(7,216) \$	(10,800)	\$ (*	11,688) \$	6 (11,338)	\$	(11,372)	\$	(13,002)	\$ (16,18	9) \$	(8,262)	\$	11,332	\$	34,460	\$	53,244	\$	63,902	\$	63,902
29 30	Tax Rate			27.0%	27.0%		27.0%	27.0%		27.0%		27.0%	27.0	0/.	27.0%		27.0%		27.0%		27.0%		27.0%		27.0%
30	I da Rait			21.0%	∠1.0%		21.0%	27.0%		21.0%		21.0%	27.0	70	∠1.0%		21.0%		27.0%		21.0%		27.0%		∠7.0%
32		-																							
33	GCRA Balance - Ending (After-tax)	-	\$	(5,267) \$	(7,884)	\$	(8,532) \$	(8,277)	\$	(8,302)	\$	(9,491) \$	6 (11,81	3) \$	(6,031)	\$	8,272	\$	25,156	\$	38,868	\$	46,649	\$	46,649

Notes:

(a) Pre-tax opening balances are restated based on current income tax rates, to reflect grossed-up after tax amounts.

(b) Commodity Purchases include Company Use Gas quantities and Sales & T-Service UAF requirements.

(c) Imbalance Gas comprises the Enbridge - Westcoast Energy and T-Service imbalances, which vary monthly; the amount shown in the first Projected column reflects the forecast value to settle the total imbalance at the end of the recorded period.

(d) Sales UAF costs are recovered via gas cost recovery rates; T-Service UAF costs are recovered via delivery revenues.

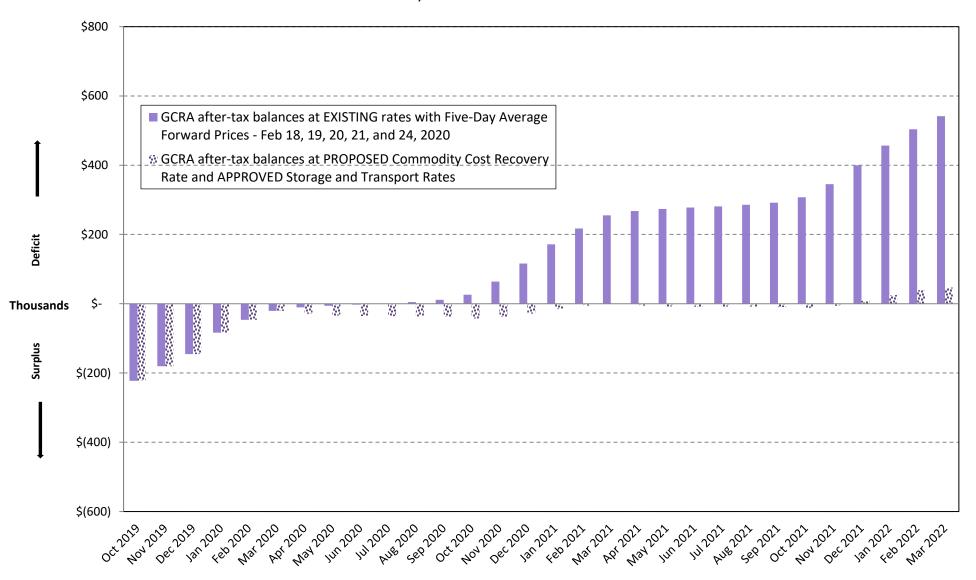
Slight differences in totals due to rounding.

FORTISBC ENERGY INC. - FORT NELSON SERVICE AREA GCRA AFTER-TAX BALANCES FOR FORECAST PERIOD ENDING MAR 2022 FIVE-DAY AVERAGE FORWARD PRICES - FEB 18, 19, 20, 21, AND 24, 2020 (\$000)

Line No		Particulars	2020 Q1 0 Proposed R			2020 Q1 0 Exis	Bas Cost ting Rate	
		(1)			(2)			(3)
1	2019	October	▲	\$	(222.6)	+	\$	(222.6)
2		November		\$	(180.6)		\$	(180.6)
3		December	•	\$	(145.2)	•	\$	(145.2)
4	2020	January	Recorded	*	(83.4)	Recorded		(83.4)
5		February	Forecast	\$	(46.3)	Forecast	\$	(46.3)
6		March		\$	(20.8)		\$	(20.8)
7		April		\$	(28.9)	1	\$	(10.3)
8		Мау	*	\$	(33.9)	•	\$	(5.8)
9		June		\$	(35.6)		\$	(2.5)
10		July		\$	(35.7)		\$	0.8
11		August		\$	(36.4)		\$	4.7
12		September		\$	(37.8)		\$	11.2
13		October		\$	(42.1)		\$	25.8
14		November		\$	(38.1)		\$	63.8
15		December		\$	(28.7)		\$	116.2
16	2021	January		\$	(15.7)		\$	171.6
17		February		\$	(5.5)		\$	217.3
18		March		\$	(0.2)		\$	255.0
19		April		\$	(5.3)		\$	267.5
20		Мау		\$	(7.9)		\$	273.7
21		June		\$	(8.5)		\$	277.8
22		July		\$	(8.3)		\$	281.3
23		August		\$	(8.3)		\$	285.5
24		September		\$	(9.5)		\$	291.8
25		October		\$	(11.8)		\$	307.3
26		November		\$	(6.0)		\$	345.1
27		December		\$	8.3		\$	399.9
28	2022	January		\$	25.2		\$	456.5
29		February		\$	38.9		\$	503.6
30		March		\$	46.6		\$	541.7

Tab 2 Page 4

FortisBC Energy Inc. - Fort Nelson Service Areas GCRA After-Tax Monthly Balances Recorded to January 2020 and Forecast to March 2022



TAB 4 PAGE 1 SCHEDULE 1

	RATE SCHEDULE 1:		COMMODITY	
	RESIDENTIAL SERVICE	EXISTING RATES JANUARY 1, 2020	RELATED CHARGES CHANGES	PROPOSED APRIL 1, 2020 RATES
Line				
No.	Particulars	Fort Nelson	Fort Nelson	Fort Nelson
	(1)	(2)	(3)	(4)
1	Delivery Margin Related Charges			
2	Basic Charge per Day	\$0.3701	\$0.0000	\$0.3701
3				
4	Delivery Charge per GJ	\$4.118	\$0.000	\$4.118
5	Rider 5 RSAM per GJ	\$0.177	\$0.000	\$0.177
6	Subtotal Delivery Margin Related Charges per GJ	\$4.295	\$0.000	\$4.295
7				
8				
9	Commodity Related Charges			
10	Storage and Transport Charge per GJ	\$0.050	\$0.000	\$0.050
11	Cost of Gas (Commodity Cost Recovery Charge) per GJ	\$1.048	\$0.815	\$1.863
12	Subtotal of Commodity Related Charges per GJ	\$1.098	\$0.815	\$1.913

TAB 4 PAGE 2 SCHEDULE 2

	RATE SCHEDULE 2:		COMMODITY	
	SMALL COMMERCIAL SERVICE	EXISTING RATES JANUARY 1, 2020	RELATED CHARGES CHANGES	PROPOSED APRIL 1, 2020 RATES
Line				
No.	Particulars	Fort Nelson	Fort Nelson	Fort Nelson
	(1)	(2)	(3)	(4)
1	Delivery Margin Related Charges			
2	Basic Charge per Day	\$1.2151	\$0.0000	\$1.2151
3				
4	Delivery Charge per GJ	\$4.461	\$0.000	\$4.461
5	Rider 2 Delivery Rate Recovery per GJ	\$0.000	\$0.000	\$0.000
6	Rider 5 RSAM per GJ	\$0.177	\$0.000	\$0.177
7	Subtotal Delivery Margin Related Charges per GJ	\$4.638	\$0.000	\$4.638
8				
9				
10	Commodity Related Charges			
11	Storage and Transport Charge per GJ	\$0.050	\$0.000	\$0.050
12	Cost of Gas (Commodity Cost Recovery Charge) per GJ	\$1.048	\$0.815	\$1.863
13	Subtotal of Commodity Related Charges per GJ	\$1.098	\$0.815	\$1.913

TAB 4 PAGE 3 SCHEDULE 3

	RATE SCHEDULE 3:		COMMODITY	
	LARGE COMMERCIAL SERVICE	EXISTING RATES JANUARY 1, 2020	RELATED CHARGES CHANGES	PROPOSED APRIL 1, 2020 RATES
Line				
No.	Particulars	Fort Nelson	Fort Nelson	Fort Nelson
	(1)	(2)	(3)	(4)
4	Delivery Marrie Delated Charges			
1	Delivery Margin Related Charges		• • • • • •	
2	Basic Charge per Day	\$3.6845	\$0.0000	\$3.6845
3				
4	Delivery Charge per GJ	\$3.839	\$0.000	\$3.839
5	Rider 5 RSAM per GJ	\$0.177	\$0.000	\$0.177
6	Subtotal Delivery Margin Related Charges per GJ	\$4.016	\$0.000	\$4.016
7				
8				
9	Commodity Related Charges			
10	Storage and Transport Charge per GJ	\$0.042	\$0.000	\$0.042
11	Cost of Gas (Commodity Cost Recovery Charge) per GJ	\$1.048	\$0.815	\$1.863
12	Subtotal of Commodity Related Charges per GJ	\$1.090	\$0.815	\$1.905

TAB 4 PAGE 4 SCHEDULE 5

RATE SCH	EDULE 5		COMMODITY	
GENERAL	FIRM SERVICE	EXISTING RATES JANUARY 1, 2020	RELATED CHARGES CHANGES	PROPOSED APRIL 1, 2020 RATES
Line				
No.	Particulars	Fort Nelson	Fort Nelson	Fort Nelson
	(1)	(2)	(3)	(4)
1 Delivery Ma	rgin Related Charges			
2 Basic Char	ge per Month	\$600.00	\$0.00	\$600.00
3				
4 Demand Ch	arge per Month per GJ	\$34.654	\$0.000	\$34.654
5				
6 Delive	ery Charge per GJ	\$1.148	\$0.000	\$1.148
7 Rider	5 RSAM per GJ	\$0.199	\$0.000	\$0.199
8 Subtotal De	ivery Margin Related Charges per GJ	\$1.347	\$0.000	\$1.347
9				
10 Commodity	Related Charges			
11 Cost o	of Gas (Commodity Cost Recovery Charge) per GJ	\$1.048	\$0.815	\$1.863
12 Storag	ge and Transport Charge per GJ	\$0.033	\$0.000	\$0.033
13 Subtotal of	Commodity Related Charges per GJ	\$1.081	\$0.815	\$1.896
14				
15				
16				
17				
18 Total Variab	le Cost per gigajoule	\$2.428	\$0.815	\$3.243

TAB 4 PAGE 5 SCHEDULE 6

	RATE SCHEDULE 6:		COMMODITY	
	NATURAL GAS VEHICLE SERVICE	EXISTING RATES JANUARY 1, 2020	RELATED CHARGES CHANGES	PROPOSED APRIL 1, 2020 RATES
Line				
No.	Particulars	Fort Nelson	Fort Nelson	Fort Nelson
	(1)	(2)	(3)	(4)
1	Delivery Margin Related Charges			
2	Basic Charge per Day	\$2.0041	\$0.0000	\$2.0041
3	Delivery Charge per GJ	\$2.992	\$0.000	\$2.992
4				
5				
6	Commodity Related Charges			
7	Cost of Gas (Commodity Cost Recovery Charge) per GJ	\$1.048	\$0.815	\$1.863
8	Storage and Transport Charge per GJ	\$0.015	\$0.000	\$0.015
9	Subtotal of Commodity Related Charges per GJ	\$1.063	\$0.815	\$1.878
10				
11				
12				
13				
14	Total Variable Cost per gigajoule	\$4.055	\$0.815	\$4.870

FORTISBC ENERGY INC. - FORT NELSON SERVICE AREA COMMODITY RELATED CHARGES CHANGES BCUC ORDERS G-XX-20 RATE SCHEDULE 1 - RESIDENTIAL SERVICE

Line No.	Particular		EXISTING RA	TES JANUAF	RY 1, 2020			PROPOSED	APRIL 1, 202	0 RATES		Annual Increase/Decrease			
1	FORT NELSON SERVICE AREA	Quanti	ity	Rate	Annual \$	_	Quanti	ty	Rate	Annual \$	Rate	Annual \$	% of Previous Total Annual Bill		
2 3 4	Delivery Margin Related Charges Basic Charge per Day	365.25	days x	\$0.3701	= \$135.18		365.25	days x	\$0.3701	= \$135.18	\$0.0000	\$0.00	0.00%		
5 6	Delivery Charge per GJ Rider 5 RSAM per GJ	125.0 125.0	GJ x GJ x	\$4.118 \$0.177	= 22.12	50	125.0 125.0	GJ x GJ x	\$4.118 \$0.177	= 514.750 = 22.125		0.0000 0.0000	0.00% 0.00%		
7 8	Subtotal Delivery Margin Related Charges				\$672.06	<u> </u>				\$672.06	-	\$0.00	0.00%		
9 10 11	<u>Commodity Related Charges</u> Storage and Transport Charge per GJ	125.0	GJ x	\$0.050	= \$6.25	;	125.0	GJ x	\$0.050	= \$6.25	\$0.000	\$0.00	0.00%		
12 13	Cost of Gas (Commodity Cost Recovery Charge) per GJ Subtotal Commodity Related Charges	125.0	GJ x	\$1.048	= \$131.00 \$137.25		125.0	GJ x	\$1.863	= \$232.88 \$239.13	\$0.815	\$101.88 \$101.88	12.59% 12.59%		
14 15	Total (with effective \$/GJ rate)	125.0		\$6.474	\$809.31	<u> </u>	125.0		\$7.290	\$911.19	\$0.815	\$101.88	12.59%		

Notes: Tariff rate schedule per GJ charges are set at 3 decimals. Individual tariff components are calculated and shown to 4 decimals; subtotal amounts, equivalent to the line items on customer bills, are rounded and shown to 2 decimals, consistent with actual invoice calculations. Slight differences in totals due to rounding

TAB 5

PAGE 1

FORTISBC ENERGY INC. - FORT NELSON SERVICE AREA COMMODITY RELATED CHARGES CHANGES BCUC ORDERS G-XX-20 RATE SCHEDULE 2 - SMALL COMMERCIAL SERVICE

Line No.	Particular		EXISTING RAT	ES JANUAF	RY 1, 20	2020 PROPOSED APRIL 1, 2020 RATES						Annual Increase/Decrease			
1	FORT NELSON SERVICE AREA	Quanti	ty	Rate		Annual \$	Quant	tity	Rate	Annual \$	Rate	Annual \$	% of Previous Total Annual Bill		
2 3 4	Delivery Margin Related Charges Basic Charge per Day	365.25	days x	\$1.2151	=	\$443.82	365.25	days x	\$1.2151	= \$443.82	\$0.0000	\$0.00	0.00%		
5 6 7 8 9	Delivery Charge per GJ Rider 2 Delivery Rate Recovery per GJ Rider 5 RSAM per GJ Subtotal Delivery Margin Related Charges	350.0 350.0 350.0	GJ x GJ x GJ x	\$4.461 \$0.000 \$0.177	= = =	1,561.3500 0.0000 61.9500 \$2,067.12	350.0 350.0 350.0	GJ x GJ x GJ x	\$4.461 \$0.000 \$0.177	= 1,561.3500 = 0.0000 = 61.9500 \$2,067.12	\$0.000 \$0.000 \$0.000	0.0000 0.0000 0.0000 \$0.00	0.00% 0.00% 0.00% 0.00%		
10 11 12	Storage and Transport Charge per GJ	350.0	GJ x	\$0.050	=	\$17.50	350.0	GJ x	\$0.050	= \$17.50	\$0.000	\$0.00	0.00%		
13 14 15 16	Cost of Gas (Commodity Cost Recovery Charge) per GJ Subtotal Commodity Related Charges Total (with effective \$/GJ rate)	350.0 350.0	GJ x	\$1.048 \$7.004	=	\$366.80 \$384.30 \$2,451.42	350.0 350.0	GJ x	\$1.863 <i>\$7.819</i>	= \$652.05 \$669.55 \$2,736.67	\$0.815 \$0.815	\$285.25 \$285.25 \$285.25	11.64% 11.64% 11.64%		

Notes: Tariff rate schedule per GJ charges are set at 3 decimals. Individual tariff components are calculated and shown to 4 decimals; subtotal amounts, equivalent to the line items on customer bills, are rounded and shown to 2 decimals, consistent with actual invoice calculations. Slight differences in totals due to rounding

TAB 5 PAGE 2

FORTISBC ENERGY INC. - FORT NELSON SERVICE AREA COMMODITY RELATED CHARGES CHANGES BCUC ORDERS G-XX-20 RATE SCHEDULE 3 - LARGE COMMERCIAL SERVICE

Line No.	Particular		EXISTING RAT	ES JANUAR	Y 1, 2020 PROPOSED APRIL 1, 2020 RATES							Annual Increase/Decrease			
1	FORT NELSON SERVICE AREA	Quant	ity	Rate		Annual \$	Quant	tity	Rate		Annual \$	Rate	Annual \$	% of Previous Total Annual Bill	
2 3 4	Delivery Margin Related Charges Basic Charge per Day	365.25	days x	\$3.6845	=	\$1,345.76	365.25	days x	\$3.6845	=	\$1,345.76	\$0.0000	\$0.00	0.00%	
5 6 7 8	Delivery Charge per GJ Rider 5 RSAM per GJ Subtotal Delivery Margin Related Charges	3,165.0 3,165.0	GJ x GJ x	\$3.839 \$0.177	=	12,150.4350 560.2050 \$14,056.40	3,165.0 3,165.0	GJ x GJ x	\$3.839 \$0.177	=	12,150.4350 560.2050 \$14,056.40	\$0.000 \$0.000	0.0000 0.0000 \$0.00	0.00% 0.00% 0.00%	
9 10 11	<u>Commodity Related Charges</u> Storage and Transport Charge per GJ	3,165.0	GJ x	φ0.042	=	\$132.93	3,165.0	GJ x	\$0.0 IL	=	\$132.93	\$0.000	\$0.00	0.00%	
12 13	Cost of Gas (Commodity Cost Recovery Charge) per GJ Subtotal Commodity Related Charges	3,165.0	GJ x	\$1.048	-	\$3,316.92 \$3,449.85	3,165.0	GJ x	\$1.863	-	\$5,896.40 \$6,029.33	\$0.815	\$2,579.48 \$2,579.48	14.73% 14.73%	
14 15	Total (with effective \$/GJ rate)	3,165.0		\$5.531		\$17,506.25	3,165.0		\$6.346		\$20,085.73	\$0.815	\$2,579.48	14.73%	

Notes: Tariff rate schedule per GJ charges are set at 3 decimals. Individual tariff components are calculated and shown to 4 decimals; subtotal amounts, equivalent to the line items on customer bills, are rounded and shown to 2 decimals, consistent with actual invoice calculations. Slight differences in totals due to rounding

TAB 5 PAGE 3



Suite 410, 900 Howe Street Vancouver, BC Canada V6Z 2N3 bcuc.com P: 604.660.4700
TF: 1.800.663.1385
F: 604.660.1102

ORDER NUMBER

G-xx-xx

IN THE MATTER OF the Utilities Commission Act, RSBC 1996, Chapter 473

and

FortisBC Energy Inc. Application regarding its 2020 First Quarter Gas Cost Report And Rate Changes effective April 1, 2020 For the Fort Nelson Service Area

BEFORE:

[Panel Chair] Commissioner Commissioner

on Date

ORDER

WHEREAS:

- A. On March 4, 2020, FortisBC Energy Inc. (FEI) filed its 2020 First Quarter Report on the Gas Cost Reconciliation Account (GCRA) and Commodity Cost Recovery Charge for the Fort Nelson Service Area (Fort Nelson) based on a five-day average February 18, 19, 20, 21, and 24, 2020 forward gas prices (the 2020 First Quarter Report);
- B. The British Columbia Utilities Commission (BCUC) established guidelines for gas cost rate setting in Letter L-5-01 dated February 5, 2001, and further modified the guidelines in Letter L-40-11 dated May 19. 2011 (together the Guidelines);
- C. By Order G-128-19, the BCUC established the current Gas Cost Recovery Charge for the Fort Nelson Service Area at \$1.048/GJ effective July 1, 2019;
- D. In the 2020 First Quarter Report, using the five-day average forward prices ending February 24, 2020, the GCRA balance is projected to be \$20,800 surplus after tax at March 30, 2020. FEI calculates the GCRA recovery-to-cost ratio would be 56.3 percent for the following 12 months. The tested rate increase related to the forecast over recovery of costs would be \$0.815/GJ which falls outside the minimum rate change threshold set out in the Guidelines indicating that a rate change for the Commodity Cost Recovery Charge is required effective April 1, 2020;
- E. The proposed Gas Cost Recovery Charge requested in the 2020 First Quarter Report would increase the total annual bill for a typical Fort Nelson residential customer with an average annual consumption of 125 gigajoules by approximately \$102 or 12.6 percent;

F. The BCUC reviewed the 2020 First Quarter Report and considers that the requested rate changes are warranted, and that Tab 3 of the 2020 First Quarter Report should be held confidential as requested by FEI, as it contains market sensitive information.

NOW THEREFORE pursuant to section 61(4) of the *Utilities Commission Act*, the British Columbia Utilities Commission orders as follows:

- 1. The BCUC approves the Commodity Cost Recovery Charge applicable to the Sales Rate Classes in Fort Nelson Service Area increase by \$0.815/GJ from \$1.048/GJ to \$1.863/GJ effective April 1, 2020.
- 2. FEI will notify all customers that are affected by the rate changes with a bill insert or bill message to be included with the next monthly gas billing.
- 3. The information in Tab 3 of the 2020 First Quarter Report will be held confidential as requested by FEI as it contains market sensitive information.

DATED at the City of Vancouver, in the Province of British Columbia, this (XX) day of (Month 2020).

BY ORDER

(X. X. last name) Commissioner