



September 15, 2022

Sent via email

Letter L-35-22

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 and Vancouver Island Service Area - 2022 Third Quarter Gas Cost Report

Dear Ms. Roy:

On September 7, 2022, FortisBC Energy Inc. (FEI) filed with the British Columbia Utilities Commission (BCUC) its 2022 Third Quarter Gas Cost Report for the Mainland and Vancouver Island service area (Report), which includes details regarding the Commodity Cost Reconciliation Account and Midstream Cost Reconciliation Account.

The BCUC notes that the Commodity Cost Recovery Charge for the Mainland and Vancouver Island service area was last changed by Order G-154-22, when it increased by \$1.404 per gigajoule from \$4.503 per gigajoule to \$5.907 per gigajoule, effective July 1, 2022, using a 24-month prospective rate setting period.

The BCUC has 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 (together the Guidelines) and considers that the Report is consistent with Guidelines. The BCUC acknowledges receipt of the Report and accepts FEI's recommendation that the Commodity Cost Recovery Charge and the midstream related charges for the Mainland and Vancouver Island service area remain unchanged at \$5.907 per gigajoule, effective October 1, 2022.

The BCUC will hold the information in Tab 4 of the Report confidential, as requested by FEI, as it contains market sensitive information.

Sincerely,

Original signed by:

Sara Hardgrave
Acting Commission Secretary

KC/db