

March 17, 2022

Sent via email

Patrick Wruck Commission Secretary

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Letter L-7-22

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 First Quarter Gas Cost Report

Dear Ms. Roy:

On March 2, 2022, FortisBC Energy Inc. (FEI) filed with the British Columbia Utilities Commission (BCUC) its 2022 First 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 and the midstream related charges for the Mainland and Vancouver Island service area were last changed by Order G-354-21, effective January 1, 2022.

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 the 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, effective April 1, 2022.

The BCUC will hold the information in Tab 3 of the Report confidential, as requested by FEI, as it contains market sensitive information.

Sincerely,

Patrick Wruck Commission Secretary

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