it's your choice

UNDERSTAND YOUR OPTIONS BEFORE YOU SIGN A CONSUMER AGREEMENT.



STANDARD INFORMATION BOOKLET

THERE IS NO OBLIGATION TO SIGN A CONSUMER AGREEMENT.

Before you sign an agreement, visit fortisbc.com/choice for more information.

Important: Please read this brochure before your 10-day cancellation period expires.

What questions should you ask a gas marketer?

Before you sign an agreement with a gas marketer, be sure that you have done your homework. These questions may help you gather the information you need to make an informed decision.

- 1. What is your price per gigajoule of gas?
- 2. How long is the term of this agreement?
- 3. Is the price per gigajoule of gas fixed over the entire term of the agreement?
- 4. How does your gas price compare to other gas marketers' fixed prices and to FortisBC's variable prices?
- 5. What are the benefits and risks involved in a fixed term agreement?
- 6. What commitments will be made on my behalf?
- 7. What are the financial obligations and potential additional charges?
- 8. What happens at the end of the agreement? (see page 11, item 12)
- 9. Who is authorized to sign an agreement with a gas marketer?
- 10. If I am not satisfied with the agreement and want to cancel within the 10-day cancellation period, what is the best way to contact you?
- 11. How would I know when my 10-day cancellation period ends?
- 12. After my 10-day cancellation period has ended, what are the rights and penalties for early termination of the agreement? Is there a minimum agreement term?
- 13. If I move to a new home, what information do I need to provide your company and FortisBC? Does the agreement follow me to my new home? (see page 11, item 11)

Know what to compare

When it comes to comparing a gas marketer's fixed rate and FortisBC's variable rate, there is only one number you need to compare—the cost of gas per gigajoule.



Your FortisBC natural gas statement

| Bill details Residential | |
|--|------------------------|
| Last bill (Jul 14 - Aug 15) Payment received (Aug 21, 2024) Balance from last bill | - |
| Gas charges Aug 16 - Sep 13, 2024 | |
| Basic charge (29 days at 0.4216 per day) Daily fee that covers part of the cost of being connecte | |
| Delivery (11.1 GJ at 5.933 per GJ) Cost of delivering gas through our system to your home | |
| Storage & transport (11.1 GJ at 1.134 per GJ) (Including 0.1** GJ RNG) Cost to store and transport gas to our system | \$12.59 [†] |
| Cost of gas (11 GJ at 4.159 per GJ) Market price of the gas you used | \$45.75 ^t ° |
| BC carbon tax (11.1 GJ at 3.2384 per GJ) Supports reduced carbon emissions | \$35.95 [‹] |
| BC clean energy levy (0.40% of [†] amounts) ———————————————————————————————————— | \$00.53 |
| Biomethane credit (0.1** GJ at 3.2384 per GJ) | \$0.32CR [‹] |
| Total gas charges — | |
| GST (5% of 'amounts) Total from this bill | |
| Pay — | _\$177.22 |

^{*}This sample bill may not reflect the current variable rate.
FortisBC's rates are reviewed quarterly by the BC Utilities Commission.
Visit fortisbc.com/rates to view the most current variable rate.
**This sample bill may not reflect the current designated RNG blend.
Visit fortisbc.com/rngblend to view the most current designated RNG blend percentage.

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1. What is Customer Choice?

Customer Choice offers you the freedom to choose who you buy natural gas from, and how. Independent gas marketers offer natural gas at long-term fixed prices. Customers can purchase natural gas from a gas marketer or from their local natural gas utility.

Gas marketers sell fixed rate agreements that vary in length from one to five years. The contracts are available to both residential and business customers.

With a fixed rate, the price you pay for your natural gas will remain the same for the duration of the agreement. It will not fluctuate with the daily changes of energy prices.

Your local natural gas utility offers a rate that can change as often as four times per year. Their variable rate is reviewed quarterly by the BC Utilities Commission (BCUC) and adjusted up or down to reflect current changes in market conditions.

Your local natural gas utility, or a gas marketer? It's your choice.

2. Why do we have a choice?

Customer Choice was developed in response to the provincial government's 2002 energy policy. Similar programs are available in Ontario, Manitoba and Alberta, as well as in other areas throughout North America.

Customer Choice is overseen by the BCUC.

To participate in Customer Choice, gas marketers must be qualified, approved and licensed by the BCUC. Although not regulated like a utility, gas marketers must adhere to the BCUC's Rules for Gas Marketers and Code of Conduct for Gas Marketers.

These publications are available for review at www.bcuc.com/whatwedo/naturalgas.

Assessing your options

Fixed price Consumer Agreements offered by gas marketers provide price security and potential cost savings. This choice is comparable to a homeowner locking into a mortgage at a fixed rate as opposed to choosing a variable rate where the price can change.

There are a number of reasons consumers may select one option over another. A rate comparison chart is available at fortisbc.com/comparerates.

The BC Utilities Commission (BCUC)

The BCUC is the provincial body for regulating utilities in British Columbia and helps to ensure that consumers receive safe, reliable and non-discriminatory energy services at fair rates.

The BCUC will rule on Consumer Agreement disputes and investigate complaints related to the marketing practices of gas marketers.

4. Potential risks of your choice

By signing a Consumer Agreement with a gas marketer, you are committing to buying natural gas at a fixed price for one to five years. The amount you pay over that period could end up being more or less than what you would have been charged by your natural gas utility for the same period. It all depends on the future market price of natural gas.

Please note, there is no guarantee that a fixed-rate agreement will save you money.

Certainty behind your choice

No matter which option you choose, your natural gas utility will continue to deliver your natural gas, safely and reliably. And you'll continue to enjoy the same range of services and payment options you enjoy today.* You will not receive an additional statement. The gas marketer's charges will appear on your utility statement.

Should your gas marketer surrender or lose its licence, your account will be returned to your local natural gas utility with no interruption in gas supply.

*Exceptions may apply. For example, Customer Choice customers cannot be concurrently enrolled in FortisBC's voluntary Renewable Natural Gas program. If a customer has previously enrolled in a program for which Customer Choice customers are ineligible, their Customer Choice contract will take precedence and they will automatically be removed from the other program.

6. Understanding how a gas marketer operates

While the BCUC oversees gas marketers' marketing activities, the BCUC does not regulate the prices they offer. As in any competitive market, gas marketers are free to offer different prices and terms to each consumer.

As a customer, you are free to decide if a fixed rate is right for you and, if so, which offering from which gas marketer best meets your needs. Gas marketers are allowed to offer agreements for the supply of natural gas with fixed prices for terms lasting from one to five years.

This is not the case, however, with your local natural gas utility. As a regulated utility, it must offer the same price to all consumers in the same rate class. FortisBC cannot offer different prices to consumers in the same rate class.

Once you make a commitment with a gas marketer, you must fulfill the terms of the agreement.

For residential customers—if you change residences, your natural gas Consumer Agreement will move with you if there is natural gas service available at your new home. Customer Choice is not available in Revelstoke or Fort Nelson.

For commercial customers—if you move to another location, your Consumer Agreement will be cancelled. If you would like to re-enrol you will need to contact your preferred gas marketer. Your gas marketer may charge a penalty for early termination of your contract.

You can review the Rules for Gas Marketers and the Code of Conduct for Gas Marketers at **www.bcuc.com/whatwedo/naturalgas.** You can also access the list of currently licensed gas marketers at the BCUC website or by visiting **fortisbc.com/choice**.

7. Understanding how a gas marketer makes money selling natural gas

Gas marketers make money by selling natural gas under different terms and conditions related to pricing. They use a variety of buying strategies to acquire long-term, fixed-price natural gas agreements. And, they are able to purchase large blocks of natural gas at wholesale prices that are not usually available to smaller volume consumers. They offer natural gas at a fixed-price to consumers using different pricing arrangements that allow them to earn a profit. Gas marketers also make money by buying and selling natural gas in the wholesale market.

Gas marketers may also be able to offer different commodity prices over different time periods that take into consideration a customer's specific needs.

Unlike the gas marketers, FortisBC is a distribution utility that operates under regulations set out by the BCUC. The natural gas utility's regulated rate for natural gas is based on recent gas purchases and what the utility forecasts it will have to pay in the future to provide gas to its customers. The cost for the natural gas passes directly to customers. Rates are reviewed by the BCUC and may change on a quarterly basis. If the 10-day cancellation period has passed, but you want to cancel your agreement, contact the gas marketer to discuss cancellation options.

8. Understanding how a gas marketer will deliver natural gas to you

Should you opt to purchase your gas from a gas marketer, there will be no interruption to your natural gas service. FortisBC will continue to deliver your natural gas, just as it currently does—through the same pipelines and through the same meter.

Gas marketers are legally obligated to meet their gas delivery requirements as set out by FortisBC. Should a marketer fail to meet its gas delivery requirements, FortisBC will step in as the Supplier of Last Resort. This is your assurance that you will continue to receive an uninterrupted supply of gas.

The gas marketer will be liable for financial penalties for any failure to deliver.

Understanding your Consumer Agreement

There are two documents that you, as the consumer, need to sign if you decide to participate in Customer Choice. These documents are provided to you by the gas marketer.

a) Notice of Appointment of Marketer

The Notice of Appointment of Marketer is a form that you must sign in order to enter into a supply agreement with a gas marketer. The signed form ensures that you have given the authorization FortisBC requires, under privacy legislation, to release your consumption history to the gas marketer. It also ensures that you are proactively participating in the process and have agreed to their billing and collections arrangements. And, in the event your marketer fails to meet its gas delivery requirements, the signed form serves as the authorization FortisBC needs to continue delivery of natural gas to your home or business.

b) Consumer Agreement with the marketer

The Consumer Agreement with the gas marketer outlines the terms and conditions of the supply agreement between you and the gas marketer. It will include these essential elements of the offer:

- price in Canadian dollars per gigajoule
- length of term
- · renewal provisions
- penalties and terms for early termination of Consumer Agreement, including minimum agreement term
- conditions that may affect the price or term of the offer

Lastly, your gas marketer is required to conduct a Third Party Verification (TPV) for all consumers. Third Party Verification is a digitally recorded telephone call between the gas marketer and the consumer to confirm the consumer's understanding of the Offer, Consumer Agreement, Confirmation Letter and Cancellation Rights.

Cancelling yourConsumer Agreement

If, after signing with a gas marketer, you decide that Customer Choice is not for you, the BCUC has mandated a cancellation period during which you can cancel your agreement without penalty.

The period begins 10 calendar days from the date that the utility receives the enrolment request from the gas marketer. This generally coincides with the date on the Confirmation Letter sent to you by the natural gas utility.

After signing an agreement with a gas marketer

Customers receive a Confirmation Letter from the local gas utility that provides a summary of the agreement entered into with the gas marketer. It also provides a deadline date by which time consumers must call the gas marketer if they want to cancel the agreement. This is the 10-day cancellation period.

If the 10-day cancellation period has passed, but you want to cancel your agreement, contact the gas marketer to discuss cancellation options.

11. What happens if you move to a new home?

For residential customers, once you have signed a Consumer Agreement you have an obligation to ensure your agreement moves to your new residence, as long as it is in an area served by Customer Choice (note: Customer Choice is not available in Revelstoke or Fort Nelson). For commercial customers, your Consumer Agreement is cancelled when you move. You will need to contact your gas marketer to re-enrol in Customer Choice or discuss early contract cancellation options.

Please contact FortisBC at **1-888-224-2710** to let them know your move details.

12. What happens at the end of your gas marketer agreement?

Your gas marketer will contact you three months prior to the expiry date of your contract. At this time you can:

- negotiate a new contract price and term
- negotiate a new contract with a different marketer, or
- do nothing and return to FortisBC upon contract expiry

If you choose to do nothing and return to FortisBC's variable rate, you can negotiate a new contract with a gas marketer at any time.

13. What happens if you have a concern about your agreement with a gas marketer?

Remember, the gas marketer is independent of your gas utility. The gas utility is not responsible for resolving complaints or disputes that you may have with a gas marketer.

If you have a concern, you should attempt to resolve it by directly contacting the gas marketer first. If you have any questions or concerns regarding the price of the gas you are paying or will be paying, you must contact your gas marketer.

Call FortisBC if you have any questions about your monthly statement, the delivery of gas, or if you experience a gas emergency.

Submitting a contract dispute or complaint

If you have a contract with a gas marketer, you can log a dispute with the BCUC through FortisBC. There are two ways to do this. You can either log a dispute online at **fortisbc.com/marketerdisputes**, or call FortisBC at **1-888-224-2710** and a customer service representative will assist you.

Please note, FortisBC is not a party to the dispute with your gas marketer. FortisBC will ensure your dispute record is complete and will forward it to the BCUC for review, investigation and resolution.

If you do not have a contract with a gas marketer but wish to log a complaint about a gas marketer's business practices, you can file a complaint online at www.bcuc.com/forms/gasmarketercomplaint.

The BCUC will investigate complaints as outlined in the Rules for Gas Marketers and in the Code of Conduct for Gas Marketers. You can view these documents at www.bcuc.com/whatwedo/naturalgas.

14. What about billing?

If you choose to purchase your natural gas from a gas marketer, FortisBC will still send you a monthly gas statement for your total monthly cost. Your statement will separately list FortisBC's delivery and storage and transport charges, and the gas marketer's cost of gas. The gas marketer's charge is for the cost of gas only and all other charges will remain with FortisBC.

Customer Choice customers also have a percentage of their gas designated as Renewable Natural Gas¹ (RNG), known as designated RNG blend. RNG is a low-carbon² energy that displaces some of the conventional natural gas you purchase from a gas marketer and will be charged as part of your storage and transport rate. Learn more about the designated RNG blend at **fortisbc.com/rngblend**.

Renewable Natural Gas (also called RNG or biomethane) is produced in a different manner than conventional natural gas. It is derived from biogas, which is produced from decomposing organic waste from landfills, agricultural waste and wastewater from treatment facilities. The biogas is captured and cleaned to create RNG. When RNG is added to North America's natural gas system, it mixes with conventional natural gas. This means we're unable to direct RNG to a specific customer. But the more RNG is added to the gas system, the less conventional natural gas is needed, thereby reducing the use of fossil fuels and overall greenhouse gas emissions.

²When compared to the lifecycle carbon intensity of conventional natural gas. The burner tip emission factor of FortisBC's current Renewable Natural Gas (also called RNG or biomethane) portfolio is 0.27 grams of carbon dioxide equivalent per megajoule of energy (gCO₂e/MJ). FortisBC's current RNG portfolio lifecycle emissions for stationary combustion are -22 gCO₂e/MJ. This is below B.C.'s low carbon threshold for lifecycle carbon intensity of 30.8 gCO₂e/MJ as set out in the 2024 Greenhouse Gas Reduction Regulation amendments.

Who should you contact?

Regardless of whether you choose to purchase your gas from a gas marketer or your local gas utility, the utility will continue to ensure safe, efficient and reliable delivery to vour home or business.

In the event of a gas leak or other emergency, the utility will continue to provide 24-hour emergency response. If you smell gas or have another gas-related emergency, contact FortisBC's gas emergency line at 1-800-663-9911, your local fire department or 911.

For inquiries and questions related to a gas marketer's natural gas price, call the gas marketer directly at their phone number shown on your statement.

To contact FortisBC gas customer service, call 1-888-224-2710 or email gas.customerservice@fortisbc.com.

Before you sign

Entering into a Consumer Agreement is a serious undertaking and before you do so, please take the time to inform yourself about your choices. For complete program information and a list of qualified gas marketers, visit fortisbc.com/choice.

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