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**BRITISH COLUMBIA
UTILITIES COMMISSION**

**ORDER
NUMBER** P-2-05

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**IN THE MATTER OF
the Pipeline Act, R.S.B.C. 1999, c. 364**

and

**An Application by Terasen Pipelines (Jet Fuel) Inc.
for Approval of 2004 and 2005 Tolls on the Jet Fuel Pipeline**

BEFORE: L.F. Kelsey, Commissioner
K.L. Hall, Commissioner January 20, 2005

O R D E R

WHEREAS:

- A. By Order No. P-1-04 the Commission approved a Terasen Pipelines (Jet Fuel) Inc. ["Terasen (Jet Fuel)"] application dated February 4, 2004 to set the interim 2003 Terasen (Jet Fuel) tolls as permanent effective January 1, 2003 and approved the current tolls as interim effective January 1, 2004, subject to review in the event of a complaint; and
- B. Negotiations between Terasen (Jet Fuel) and its Shippers were ongoing throughout 2004 to establish permanent 2004 tolls; and
- C. On January 5, 2005, Terasen (Jet Fuel) filed an Application to set the interim 2004 Terasen (Jet Fuel) tolls as permanent effective January 1, 2004. The Application stated that the lease for the airport tank farm is due for renewal as of January 1, 2005. Accordingly, due to a possible rent increase Terasen (Jet Fuel) was not in a position to advance a firm proposal for 2005 tolls and requested that the current tolls be set as interim effective January 1, 2005. Terasen (Jet Fuel) sent copies of the Application to its Shippers; and
- D. By letter dated January 10, 2005, the Vancouver Airport Fuel Facilities Corporation ("the Airlines") filed a letter of support to the Application; and
- E. The Commission has reviewed the Application and finds that approval is warranted.

NOW THEREFORE pursuant to Section 44 of the Pipeline Act the Commission orders as follows:

- 1. The Commission approves for Terasen (Jet Fuel) that the interim 2004 tolls on the Jet Fuel Pipeline established by Order No. P-1-04 are made permanent effective January 1, 2004, subject to review in the event of a complaint within 60 days of this Order.

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2. The Commission approves for Terasen (Jet Fuel) that the current tolls on the Jet Fuel Pipeline are interim effective January 1, 2005, subject to review in the event of a complaint within 60 days of this Order.
3. The Commission will accept, subject to timely filing by Terasen (Jet Fuel), an amended Turbine Fuel Tariff that reflects the permanent tolls effective January 1, 2004 and interim tolls effective January 1, 2005 approved by this Order. A copy of the Order and approved Tariff is to be sent to all Terasen (Jet Fuel) Shippers on the Jet Fuel Pipeline.

DATED at the City of Vancouver, in the Province of British Columbia, this 27th day of January 2005.

BY ORDER

Original signed by:

L.F. Kelsey
Commissioner