



G-140-06

ON AIR

SIXTH FLOOR, 900 HOWE STREET, BOX 250 VANCOUVER, B.C. V6Z 2N3 CANADA web site: http://www.bcuc.com TELEPHONE: (604) 660-4700 BC TOLL FREE: 1-800-663-1385 FACSIMILE: (604) 660-1102

IN THE MATTER OF the Utilities Commission Act, R.S.B.C. 1996, Chapter 473

and

An Application by FortisBC Inc. for a Certificate of Public Convenience and Necessity for the Ellison Substation Project

BEFORE: L.F. Kelsey, Panel Chair & Commissioner

L.A. O'Hara, Commissioner

November 9, 2006

ORDER

WHEREAS:

- A. On October 27, 2006 FortisBC Inc. ("FortisBC") applied (the "Application") to the British Columbia Utilities Commission ("Commission") for a Certificate of Public Convenience and Necessity ("CPCN") for the Ellison Substation Project ("the Project"); and
- B. FortisBC states that the Project is estimated to cost \$ 15.77 million and is required to meet the added load growth, capacity requirements and the backup supply planning criteria for the north Kelowna area; and
- C. FortisBC, after considering various options, proposes to construct a new substation in the Ellison area of north Kelowna, convert 6.0 kilometers of existing distribution and transmission circuits to 138 kV transmission and connect the new substation to the area distribution network; and
- D. In response to feedback received in the July 2006 public information session FortisBC has identified a site for the proposed substation which is not in the ALR, and is in negotiations with the landowner; and
- E. The Commission considers that a public hearing is required to hear submissions on the proposed Ellison Substation Project.

BRITISH COLUMBIA UTILITIES COMMISSION

ORDER

NUMBER

G-140-06

2

NOW THEREFORE the Commission orders as follows:

- 1. The Commission establishes an oral public hearing process for the review of the Application and proceeds with a Regulatory Timetable as attached in Appendix A.
- 2. FortisBC shall publish the Notice of Public Hearing, attached as Appendix B, in local papers by November 17, 2006, or as soon thereafter as it is possible to do so.

DATED at the City of Vancouver, in the Province of British Columbia, this 9th day of November 2006.

BY ORDER

Original signed by:

L.A. O'Hara Commissioner

Attachments

FortisBC Inc. Certificate of Public Convenience and Necessity Application for the Ellison Substation Project

REGULATORY TIMETABLE

DATE (2006)

ACTION

Commission Information Request No. 1 Wednesday, November 29

Intervenor Registration Friday, December 1

Intervenor Information Request No. 1 Friday, December 8

FortisBC Responses to Commission and Intervenor Information Requests Friday, December 15

Filing of Evidence by Intervenors and Witness CV's by FortisBC Friday, December 29

ACTION DATE (2007)

Filing of Rebuttal Evidence (if any) Friday, January 5

Oral Public Hearing commences Tuesday, January 9



APPENDIX B to Order No. G-140-06 Page 1 of 2

TELEPHONE: (604) 660-4700 BC TOLL FREE: 1-800-663-1385 FACSIMILE: (604) 660-1102

SIXTH FLOOR, 900 HOWE STREET, BOX 250 VANCOUVER, B.C. V6Z 2N3 CANADA web site: http://www.bcuc.com

FORITSBC INC. CERTIFICATE OF PUBLIC CONVENIENCE AND NECESSITY APPLICATION FOR THE ELLISON SUBSTATION PROJECT

NOTICE OF PUBLIC HEARING

THE APPLICATION

On October 27, 2006, FortisBC Inc. applied to the British Columbia Utilities Commission ("the Commission") for approval of a Certificate of Public Convenience and Necessity ("CPCN") to construct and operate the proposed Ellison Substation and Transmission project that is projected to cost \$ 15.77 million. The Project consists of a new substation in the Ellison area of north Kelowna, converting 6.0 kilometers of existing distribution and transmission circuits to 138 kV transmission and connecting the new substation to the area distribution network. The substation location is immediately adjacent to the existing transmission and distribution corridors, so no new line route will be required. An existing 5.2 kilometer section of 13kV distribution circuit between the Duck Lake Substation and the proposed Ellison site will have a 138 kV transmission circuit overbuilt on the existing poles. This will tie into an existing 0.8 kilometers of line which is already constructed to 138kV standards. The project is required to meet the load growth, capacity requirements and the backup supply planning criteria for the north Kelowna area.

THE REGULATORY PROCESS

Commission Order No. G-140-06 established the Regulatory Timetable for the review of the FortisBC Inc. CPCN Application by way of an Oral Public Hearing to be held in Kelowna, B.C., commencing on Tuesday, January 9, 2007 at 11:00 a.m. at the Grand Okanagan Hotel. An evening session of the Hearing with the primary purpose of receiving submissions by participants will be held on January 9, 2006 commencing at 7:00 p.m.

The detailed Regulatory Timetable can be reviewed on the Commission's website http://www.bcuc.com >Proceedings&Agendas>Current Applications.

INTERVENTIONS

Persons who expect to actively participate in the FortisBC proceeding should register as Intervenors with the Commission, in writing, by Friday, December 1, 2006, identifying their interest in the CPCN Application. Intervenors will receive copies of the CPCN Application as well as all correspondence and filed documentation and should provide an e-mail address if available.

Persons not expecting to actively participate in the FortisBC proceeding, but who have an interest in the Project and have not already registered, should register as Interested Parties with the Commission, in writing, by Friday, December 1, 2006, identifying their interest in the CPCN Application. Interested Parties will receive a copy of the Executive Summary, the Application section and all Orders issued.

All submissions and/or correspondence received from active participants or the general public relating to the Application will be placed on the public record and posted to the Commission's web site.

PUBLIC INSPECTION OF THE DOCUMENTS

The Application and supporting materials will be available for inspection at the following locations:

FortisBC Inc.
Head Office
Fifth Floor 1628 Dickson Avenue
Kelowna, B.C. V1Y 9X1
http://www.fortisbc.com

FortisBC Inc.
Trail Office
1290 Esplanade
Trail, B.C. V1R 4L4

British Columbia Utilities Commission

Sixth Floor, 900 Howe Street Vancouver, BC V6Z 2N3 Telephone: 1-800-663-1385 http://www.bcuc.com

Public Libraries

Castlegar, Creston, Grand Forks, Kelowna, Oliver, Penticton and Trail, BC

FURTHER INFORMATION

For further information, please contact the Commission Secretary, Mr. Robert Pellatt or Mr. Brian Williston, Director, Engineering and Commodity Markets as follows:

Commission Secretary

Telephone: (604) 660-4700 Facsimile: (604) 660-1102

E-mail: Commission.Secretary@bcuc.com

BC Toll Free: 1-800-663-1385

Mr. Brian Williston

Email: brian.williston@bcuc.com Telephone: (604) 660-4700