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**BRITISH COLUMBIA
UTILITIES COMMISSION**

**ORDER
NUMBER** G-37-07

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

and

**An Application by British Columbia Transmission Corporation
for Approval of Allowance for Funds Used During Construction Accounting Treatment and
Proposed Disposition of the F2008 Forecast Revenue Sufficiency and F2008 Financial Information Filing**

BEFORE: L.A. O'Hara, Panel Chair
and Commissioner

March 28, 2007

O R D E R

WHEREAS:

- A. On November 9, 2006 Commission Order No. G-139-06 approved the British Columbia Transmission Corporation ("BCTC") F2007 Transmission Revenue Requirement Settlement Agreement; and
- B. In a letter dated February 26, 2007 BCTC informed the Commission of its intended regulatory filings for ratemaking, accounting, and informational purposes for the Fiscal 2008 period; and
- C. On March 20, 2007 BCTC submitted a Financial Information Filing for the period April 1, 2007 to March 31, 2008 ("F2008 Information Filing"). In the F2008 Information Filing BCTC stated that it would not seek to change existing rates in F2008 for the BCTC and Asset Management and Maintenance Revenue Requirements, subject to the approval of a change in accounting treatment from Interest During Construction ("IDC") to Allowance for Funds Used During Construction ("AFUDC"); and
- D. On March 21, 2007, BCTC applied for approval of a methodology which recognizes an AFUDC Accounting Treatment and the Proposed Disposition of the F2008 Revenue Sufficiency, effective April 1, 2007 (the "Application"), pursuant to Section 49(a) of the Utilities Commission Act (the "Act") and Section 6 of Special Direction No. 9; and
- E. The Commission requires that interim rates for F2008 and a written public hearing process to deal with the Application and the F2008 Information Filing be established.

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NOW THEREFORE the Commission orders as follows:

1. The Commission establishes a Written Public Hearing Process for the review of the Application and F2008 Information Filing and sets down the Regulatory Timetable for the proceeding that is attached as Appendix A.
2. Pursuant to Section 89 of the Act, the Commission establishes the current customer rates as interim, effective April 1, 2007.
3. The Application and supporting material will be made available for inspection at BCTC's office at Suite 1100, Four Bentall Centre, 1055 Dunsmuir Street, Vancouver, B.C., V7X 1V5 and at the British Columbia Utilities Commission, Sixth Floor, 900 Howe Street, Vancouver, B.C., V6Z 2N3.
4. Intervenors and Interested Parties should inform the Commission in writing or register on-line via the Commission's website at <http://www.bcuc.com>, by Friday, April 27, 2007 of their intention to actively intervene in the proceeding, or become Interested Parties. Registered Intervenors will receive from BCTC copies of the Application, all correspondence and filed documentation. Interested Parties will receive copies of all Orders issued.

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

5. BCTC is to provide a copy of this Order to all registered intervenors from the BCTC F2007 Revenue Requirements proceeding and the Ministry of Energy, Mines and Petroleum Resources.

DATED at the City of Vancouver, in the Province of British Columbia, this 28th day of March 2007.

BY ORDER

Original signed by:

L.A. O'Hara
Panel Chair and Commissioner

Attachment

BRITISH COLUMBIA TRANSMISSION CORPORATION

Application for Approval of Allowance for Funds Used During Construction Accounting Treatment
and
Proposed Disposition of the F2008 Forecast Revenue Sufficiency and F2008 Information Filing

REGULATORY TIMETABLE

ACTION	DATE 2007
Commission Information Request	Tuesday, April 10
BCTC Response to Commission Information Request	Tuesday, April 24
Registration of Intervenors and Interested Parties	Friday, April 27
Intervenor Information Requests	Thursday, May 3
BCTC Response to Intervenor Information Requests	Thursday, May 10
BCTC Argument	Thursday, May 17
Intervenor Arguments	Monday, May 28
BCTC Reply	Thursday, May 31