

BRITISH COLUMBIA UTILITIES COMMISSION

ORDER

NUMBER E-14-07

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

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

and

A Filing by Terasen Gas Inc. of a Natural Gas Storage Contract and a Related Gas Transportation Agreement

BEFORE: L.F. Kelsey, Commissioner June 21, 2007

ORDER

WHEREAS:

- A. Commission Order No. E-6-07 accepted for filing a conditional storage agreement between Northwest Natural Gas Company ("NWN") and Terasen Gas for natural gas Mist Storage services to be effective May 1, 2007 to May 31, 2012. This agreement was conditional on NWN successfully completing its drilling program to allow Terasen Gas to contract for 9,200 Dth/day deliverability and 239,200 Dth of capacity. It was also contingent on Terasen Gas successfully obtaining 9,000 Dth/day of Northwest Pipeline Company ("NWP") TF-1 transportation capacity at a suitable rate; and
- B. Commission Order No. E-6-07 also accepted for filing a related conditional transportation agreement between NWP and Terasen Gas Inc. ("Terasen Gas") for natural gas TF-1 transportation service effective November 1, 2007 to March 31, 2012. This agreement was conditional on Terasen Gas successfully obtaining the 9,000 Dth of TF-1 capacity at a suitable rate and NWN completing a drilling program to allow Terasen Gas to contract for 9,200 Dth/day at a suitable rate; and
- C. The required conditions for the storage agreement between NWN and Terasen Gas and the transportation agreement between NWP and Terasen Gas have now been satisfied and the executed contracts should be accepted for filing.

BRITISH COLUMBIA UTILITIES COMMISSION

ORDER

NUMBER

E-14-07

2

NOW THEREFORE pursuant to Section 71 of the Act and the Commission's Energy Supply Contract - Rules, the Commission accepts for filing an executed storage agreement and an executed transportation agreement described as follows:

- 1. An agreement between Northwest Natural Gas Company and Terasen Gas for natural gas Mist Storage services for 9,200 Dth/day or 9,706 GJ/day effective May 1, 2007 to May 31, 2012.
- 2. An agreement between Northwest Pipeline Company and Terasen Gas for natural gas TF-1 transportation service for 9,000 Dth/day or 9,496 GJ/day to be effective November 1, 2007 to March 31, 2012.
- 3. The executed contracts filed with the Commission will remain confidential.

DATED at the City of Vancouver, in the Province of British Columbia, this 22nd day of June 2007.

BY ORDER

Original signed by

L.F. Kelsey Commissioner