

BRITISH COLUMBIA
UTILITIES COMMISSION

ORDER

NUMBER F-26-08

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# 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 Advanced Metering Project

**BEFORE:** A.A. Rhodes, Commissioner

A.W.K. Anderson, Commissioner November 27, 2008

## ORDER

### **WHEREAS:**

- A. On August 8, 2008 the BC Public Interest Advocacy Centre submitted an application to the British Columbia Utilities Commission ("the Commission") for a Participant Assistance/Cost Award ("PACA") on behalf of BC Old Age Pensioners' Organization *et al.* ("BCOAPO") in the amount of \$8,695.47 for its participation in the proceeding to review an Application by FortisBC Inc. ("FortisBC") for a Certificate of Public Convenience and Necessity for its Advanced Metering Project ("the Application"); and
- B. By Order G-168-08 dated November 12, 2008, the Commission issued its Decision on the Application; and
- C. By letter dated September 17, 2008, FortisBC stated that it has no comments regarding BCOAPO's application for PACA funding; and
- D. The Commission Panel has reviewed the BCOAPO PACA application having regard to the criteria and rates set out in the Guidelines in Commission Order G-72-07 and has concluded that, for the Reasons for Decision that are set out in Appendix A to this Order, a PACA award should be approved for BCOAPO with respect to its participation in this proceeding.

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## **NOW THEREFORE** the Commission orders as follows:

1. Pursuant to Section 118(1) of the *Utilities Commission Act*, the Commission awards funds to BCOAPO for its participation in the proceeding to review the Application by FortisBC for a Certificate of Public Convenience and Necessity for its Advanced Metering Project.

TOTAL	<u>\$8,695.47</u>	<u>\$8,695.47</u>
BC Old Age Pensioners' Organization et al.	\$8,695.47	\$8,695.47
	<u>Application</u>	<u>Award</u>

2. FortisBC is directed to reimburse the above noted participant by way of a cheque made payable to the BC Public Interest Advocacy Centre for the total amount awarded, in a timely manner.

**DATED** at the City of Vancouver, in the Province of British Columbia, this 27<sup>th</sup> day of November, 2008.

**BY ORDER** 

Original signed by

A.A. Rhodes Commissioner

Attachment

## Application for Participant Assistance/Cost Award Funding

Regarding FortisBC Inc.'s
Certificate of Public Convenience and Necessity Application
for the Advanced Metering Project

#### **REASONS FOR DECISION**

#### 1.0 INTRODUCTION

On August 8, 2008 the British Columbia Utilities Commission ("the Commission") received an application from the BC Old Age Pensioners' Organization *et. al.* ("BCOAPO") for a Participant Assistance/Cost Award ("PACA") in the amount of \$8,695.47 in respect of its participation in a proceeding to review an application by FortisBC Inc. ("FortisBC") for a Certificate of Public Convenience and Necessity ("CPCN") for its Advanced Metering Project ("the PACA application"), pursuant to section 118 of the Utilities Commission Act.

On November 12, 2008 the Commission issued Order G-168-08 whereby it denied FortisBC's application for a CPCN for its Advanced Metering Project.

Section 118 provides that the Commission Panel may make cost awards for participation in a proceeding. The Commission's PACA Guidelines are set out in Appendix A to Order No. G-72-07 and state:

"The Commission Panel will determine whether a Participant is eligible or ineligible for an award. In determining an award of all or any portion of a Participant's costs, the Commission Panel will first consider whether the Participant has a substantial interest in a substantial issue in the proceeding. If this criterion is not met, the Participant will typically not receive a cost award except, possibly, for out-of-pocket disbursements.

Except in limited circumstances, it is expected that only ratepayer groups will establish a 'substantial interest in a substantial issue' so as to be eligible for an award in a revenue requirements proceeding. For the purposes of this section, the principal interest of 'ratepayer groups' will be the rate impacts of the revenue requirement to be paid by the ratepayer Participants. The Commission Panel will also consider other characteristics of the Participant, including the scope and significance of the principal concerns of the Participant.

Participants other than 'ratepayer groups' may be eligible for funding in energy supply contract, rate design, resource plan, and CPCN proceedings provided that the Participant meets the 'substantial interest in a substantial issue' criterion.

The Commission Panel will then consider the following:

- (i) Will the Participant be affected by the outcome?
- (ii) Has the Participant contributed to a better understanding of the issues by the Commission?

- (iii) Are the costs incurred by the Participant for the purposes of participating in the proceeding fair and reasonable?
- (iv) Has the Participant joined with other groups with similar interests to reduce costs?
- (v) Has the Participant engaged in any conduct that tended to unnecessarily lengthen the duration of the proceeding? (This criterion will not, by itself, disqualify a Participant for pursuing a relevant position in good faith and with reasonable diligence.)
- (vi) Any other matters appropriate in the circumstances.

If the Commission panel considers it to be an appropriate consideration in a proceeding, the Commission Panel may consider the Participant's ability to participate in the proceeding without an award."

#### 2.0 PROCEEDING AND PREPARATION DAYS

Section 4 of the PACA Guidelines states that the proceeding days may include workshop days, negotiation days, pre-hearing conference days, and hearing days; and that the Commission Panel may award costs for preparation days, typically on a ratio of up to two preparation days per proceeding day.

Maximum daily costs for legal counsel and consultants are based on an eight hour day and are to be prorated for partial days. As FortisBC amended its application such that the proceeding involved three rounds of information requests, the Commission staff estimate of preparation days was adjusted upwards from four preparation days to six preparation days in total for both the legal counsel and the consultant.

## 3.0 PACA APPLICATION

The Budget Estimate submitted by BCOAPO on February 15, 2008 for the review of the original Application was based on 2.5 days of legal expenses, 3.25 days of consultant's fees plus disbursements for a total of \$8,260.62.

The Commission Panel has reviewed the PACA Application, which is for three days of legal expenses at \$1,400 per day, 3.03 days of consultant fees at \$1250 per day, and disbursements of \$14.59 plus applicable taxes for a total of \$8,695.47. The maximum daily fees shown are in accordance with those in Order G-72-08 and the Commission Panel considers the time spent to be fair and reasonable.

FortisBC has indicated that it has no comment regarding BCOAPO's funding application for \$8,695.47.

#### 4.0 COMMISSION DETERMINATION

For these reasons, the Commission Panel determines that the total award is \$8,695.47.