August 15, 2011

Mr. Dennis Swanson
Director, Regulatory Affairs
Regulatory Affairs Department
FortisBC Inc.
Suite 100, 1975 Springfield Road
Kelowna, BC V17 7V7

Dear Mr. Swanson:

Re: FortisBC Inc.
Project No. 3698628/G-68-11
Residential Inclining Block Rate Application

Clarification Sought by FortisBC Inc. on Order G-142-11

On August 11, 2011, FortisBC Inc. (FortisBC) made an inquiry via email to Commission staff regarding Directive 2b under Section 3.0 of the Reasons for Decision accompanying Order G-142-11 (Exhibit A-17). Specifically, FortisBC expressed concern about the volume of data that would result from the additional analysis required under Directive 2b if all 89 options were analyzed. FortisBC inquired whether it could instead analyze a few options from each level of basic charge.

The Commission Panel has reviewed the aforementioned Directive 2b and clarifies that FortisBC should provide conservation and bill impact analysis for the years 2012 to 2015 for each of the three options with the most conservation savings under each level of basic charge. Since FortisBC has modeled six levels of basic charge to date (i.e., $28.93, $21.50, $15.00, $10.00, $7.50, $0.00), the Panel expects that FortisBC will provide conservation and bill impact analysis for the 2012-2015 period for 18 options. Also, FortisBC should limit its analysis to RIB options that have one threshold and two block rates.

Yours truly,

Alanna Gillis

JT/dg

cc: Registered Interveners
(FBC-RIB-RI)