

**Fred James**

Chief Regulatory Officer

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September 20, 2019

Mr. Patrick Wruck  
Commission Secretary and Manager  
Regulatory Support  
British Columbia Utilities Commission  
Suite 410, 900 Howe Street  
Vancouver, BC V6Z 2N3

Dear Mr. Wruck:

**RE: British Columbia Utilities Commission (BCUC or Commission)  
British Columbia Hydro and Power Authority (BC Hydro)  
Network Economy Quarterly Report - Second Quarter (Q2) 2019**

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BC Hydro writes in compliance with BCUC Order No. G-127-06 approving the British Columbia Transmission Corporation's Application for Network Economy and Open Access Transmission Tariff (October 19, 2006). Section 9 of the Settlement Agreement, attached to Order No. G-127-06 as Appendix 1, requires that BC Hydro prepare reports for each quarter of the calendar year containing the information as set out in section 9 of the Settlement Agreement and in BC Hydro Tariff Supplement 80 - Network Economy Service - section 4, page 2. The quarterly reporting requirements were amended pursuant to BCUC Order No. G-158-15 (October 8, 2015).

The Network Economy Quarterly Report for the Second quarter of calendar year 2019 (**Q2 Quarterly Report**) is enclosed as Attachment 1.

As required by subsection 9(e) of the Settlement Agreement and section 4(e) of Supplement 80 - Network Economy Service, I attest that the information contained in the Q2 Quarterly Report is accurate.

BC Hydro will be posting this letter and the attached report on its website at [https://www.bchydro.com/about/planning\\_regulatory/regulatory.html](https://www.bchydro.com/about/planning_regulatory/regulatory.html).

September 20, 2019  
Mr. Patrick Wruck  
Commission Secretary and Manager  
Regulatory Support  
British Columbia Utilities Commission  
Network Economy Quarterly Report - Second Quarter (Q2) 2019

For further information, please contact the undersigned.

Yours sincerely,



Fred James  
Chief Regulatory Officer

ch/ma

Enclosure (1)

Copy to: **Powerex**  
Attention: Mike MacDougall  
[mike.macdougall@powerex.com](mailto:mike.macdougall@powerex.com)

## BC Hydro Network Economy Quarterly Report – Q2 2019

(April 1, 2019 – June 30, 2019)

Pursuant to Commission Order Nos. G-127-06 and G-158-15, and Tariff Supplement 80 - Network Economy Service – section 4, page 2:

Initial Threshold Purchase Price <sup>1</sup> on April 1, 2019 <sup>2</sup>
\$-999/MWh

Date of Notification	Threshold Purchase Price Change
April 29, 2019	\$30/MWh
May 21, 2019	\$32/MWh
June 7, 2019	\$36/MWh
June 27, 2019	\$-999/MWh

	April 2019	May 2019	June 2019
Net Domestic volumes (MWh)	7,587 <sup>3</sup>	385,632 <sup>3</sup>	253,890 <sup>3</sup>
Monthly System Peak for the integrated domestic system (MW)	7,250	6,718	7,416
Monthly Estimated Peak for the Lower Mainland (MW)	3,617	3,414	3,844
Monthly Estimated Peak for Vancouver Island (MW) <sup>4</sup>	1,344	1,099	1,067

<sup>1</sup> Pricing is quoted in US\$. For the purpose of allocation of energy and cost of energy, price is converted to CAN\$ based on the Bank of Canada daily average exchange rate.

<sup>2</sup> Pursuant to Commission Order No. G-158-15, effective April 1, 2016, the Threshold Purchase Price is the Trigger Price for the Network Economy Economic Test under Tariff Supplement 80 at all times of the year.

<sup>3</sup> A positive volume indicates net domestic imports during the month.

<sup>4</sup> Does not include the Gulf Islands.