

Chris Sandve

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March 25, 2022

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

Dear Patrick Wruck:

RE: British Columbia Utilities Commission (BCUC or Commission)
British Columbia Hydro and Power Authority (BC Hydro)
Network Economy Quarterly Report - Fourth Quarter (Q4) 2021

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 Fourth quarter of calendar year 2021 (**Q4 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 Q4 Quarterly Report is accurate.

BC Hydro will be posting this letter and the attached report on its website at <u>Quarterly</u> and annual network economy reports (bchydro.com).

March 25, 2022
Patrick Wruck
Commission Secretary and Manager
Regulatory Support
British Columbia Utilities Commission
Network Economy Quarterly Report - Fourth Quarter (Q4) 2021



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For further information, please contact the undersigned.

Yours sincerely,

Chris Sandve

Chief Regulatory Officer

ms/ma

Enclosure (1)

Copy to: Powerex

Attention: Mike MacDougall

mike.macdougall@powerex.com



BC Hydro Network Economy Quarterly Report – Q4 2021

(October 1, 2021 - December 31, 2021)

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

Threshold Purchase Price ¹ on March 31, 2020 ^{2, 3}	
\$-999/MWh	

Date of Notification	Threshold Purchase Price Change	
N/A	No Change	

	October 2021	November 2021	December 2021
Net Domestic volumes (MWh)	04	04	28,8004
Monthly System Peak for the integrated domestic system (MW) ⁵	7,856	8,855	10,762
Monthly Estimated Peak for the Lower Mainland (MW)	3,988	4,488	5,392
Monthly Estimated Peak for Vancouver Island (MW) ⁶	1,472	1,609	2,205

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.

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.

As of April 1, 2020, the Threshold Purchase Price is no longer derived from the Transfer Pricing Agreement for Electricity and Gas between BC Hydro and Powerex Corp.

⁴ A positive volume indicates net domestic imports during the month.

Monthly System Peak for the integrated domestic system is an average for the peak hour.

Does not include the Gulf Islands.