



FOR GENERATIONS

Janet Fraser

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March 25, 2014

Ms. Erica Hamilton
Commission Secretary
British Columbia Utilities Commission
Sixth Floor – 900 Howe Street
Vancouver, BC V6Z 2N3

Dear Ms. Hamilton:

**RE: British Columbia Utilities Commission (BCUC)
British Columbia Hydro and Power Authority (BC Hydro)
Network Economy Quarterly Report - Fourth Quarter (Q4) 2013**

BC Hydro is writing to the BCUC in compliance with BCUC Order No. G-127-06 in connection with the British Columbia Transmission Corporation (**BCTC**) 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 2, page 2.

Attachment 1 is the Network Economy Quarterly Report related to the fourth quarter of calendar 2013 (**Q4 Quarterly Report**).

As required by subsection 9 (e) of the Settlement Agreement 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 http://www.bchydro.com/planning_regulatory/regulatory.html.

March 25, 2014
Ms. Erica Hamilton
Commission Secretary
British Columbia Utilities Commission
Network Economy Quarterly Report - Fourth Quarter (Q4) 2013

For further information, please contact the undersigned.

Yours sincerely,



Janet Fraser
Chief Regulatory Officer

jm/ma

Enclosure (1)

Copy to: **Powerex**
Attention: Mike MacDougall
mike.macdougall@powerex.com

BC Hydro Network Economy Quarterly Report – Q4
(October 1, 2013 to December 3F, 2013)

Pursuant to BCUC Order No. G-127-06 and Tariff Supplement 80 - Network Economy Service - section 2, page 2:

Initial Threshold Purchase Price ¹ on October 1, 2013	Burrard Heat Rate on October 1, 2013
-\$999/MWh	10.0 MMBTU/MWh

Date of Notification	Threshold Purchase Price Change	Burrard Heat Rate Change	Reason for Burrard Heat Rate Change
October 15, 2013	Effective October 17, 2013 Change to Threshold Purchase Price US \$999/MWh	No Change	No Change
October 30, 2013	Effective November 1, 2013 Change to Threshold Purchase Price US -\$999/MWh	No Change	No Change

	October 2013	November 2013	December 2013
Net Domestic volumes (MWh)	521,073 ²	148,859 ²	5,922 ²
Burrard Thermal Generating Station volumes (MWh)	5,135	9,706	40,245
Monthly System Peak for the Integrated Domestic System (MW)	7,596	8,956	10,072
Monthly Estimated Peak for the Lower Mainland (MW)	3,856	4,539	5,047
Monthly Estimated Peak for Vancouver Island (MW) ³	1,495	1,707	1,992

¹ 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 noon exchange rate.

² A positive volume indicates net domestic imports during the month.

³ Does not include the Gulf Islands.