



LETTER NO. L-28-01

ROBERT J. PELLATT
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VIA FACSIMILE

September 26, 2001

Mr. Geoff Higgins
Manager, Regulatory Affairs
Centra Gas British Columbia Inc.
1675 Douglas Street
P.O. Box 3777
Victoria, B.C. V8W 3V3

Dear Mr. Higgins:

Re: Centra Gas British Columbia Inc.
2001 Forecast Capitalization of Operating and Maintenance Expenses

On July 4, 2001, Centra Gas provided the Commission and registered intervenors to the 2000-2002 Revenue Requirement settlement negotiations with a 2001 forecast of operating and maintenance expense capitalization as required by Commission Order No. G-6-00 and the Settlement Agreement. The Commission requested comments from the registered intervenors on Centra Gas' submission by September 7, 2001 but no comments were received.

The Commission has reviewed Centra Gas' 2001 forecast of operating and maintenance expense capitalization and finds that the forecast capitalized operating and maintenance expenses of \$6,999,600 is acceptable.

Yours truly,

Original signed by:

Robert J. Pellatt

PWN/cms

cc: Registered Intervenors
CG2000RR-RI