

LETTER No. L-18-03

SIXTH FLOOR, 900 HOWE STREET, BOX 250 VANCOUVER, B.C. CANADA V6Z 2N3 TELEPHONE: (604) 660-4700 BC TOLL FREE: 1-800-663-1385 FACSIMILE: (604) 660-1102

Log No. 2818

ROBERT J. PELLATT COMMISSION SECRETARY Commission.Secretary@bcuc.com web site: http://www.bcuc.com

VIA FACSIMILE

May 2, 2003

Mr. Scott Thomson Vice President, Finance and Regulatory Affairs Terasen Gas Inc. 16705 Fraser Highway Surrey, B.C. V3S 2X7

Dear Mr. Thomson:

Re: Commodity Unbundling and Customer Choice Agency, Billing and Collection for Transportation Service Program

As a follow-up to Letter No. L-14-03, a schedule (shown below) has been developed to finalize the business model and rules for Phase 1, "Commercial" Unbundling. Terasen Gas Inc. ("Terasen Gas") will conduct consultations with stakeholders to review the rules and identify contentious issues in the first two weeks of May prior to a BCUC workshop. The workshop on Tuesday, May 20, 2003 will provide a forum to discuss the subjects that remain outstanding and participants in the program will then have the opportunity to make written submissions by May 26, 2003. A Commission Decision is anticipated on June 5, 2003 to resolve any outstanding business rules.

Terasen Gas will then file a report with the BCUC on the next phase of unbundling by July 18, 2003, seeking approval of funding for that Phase. A separate schedule will be developed for Phase 2 activities.

"Commercial" Commodity Unbundling Phase 1 Process / Schedule

| Monday, May 5 | Terasen Gas to distribute detailed proposed Business Rules to Stakeholders |
|------------------|--|
| Tuesday, May 20 | BCUC Workshop with Stakeholders / Terasen Gas on Business Rules |
| Monday, May 26 | Stakeholders' Written Submissions on Business Rules filed with the Commission |
| Friday, May 30 | Terasen Gas' Written Responses to Stakeholder Comments filed with the Commission |
| Thursday, June 5 | Commission Decision to finalize Business Rules anticipated |
| Friday, July 18 | Terasen Gas files Report with the Commission |

If there are further questions on the process, please contact Bob Brownell at (604) 660-4711.

Yours truly,

Original signed by:

Robert J. Pellatt

RB/rt

cc: Ms. Mary McCordic, Avista Energy Canada Ltd.

Mr. Pete Learoyd, B.C. Housing Management Commission

Mr. Richard Gathercole, B.C. Public Interest Advocacy Centre

Mr. John Barnes, Central Heat Distribution Ltd.

Mr. Lyle J. Oliver, Direct Energy Marketing Ltd.

Mr. John Wallace, Direct Energy Marketing Ltd.

Mr. Bill Harper, Econalysis Consulting Service Inc.

Mr. Jim Langley, IGI Resources, Inc.

Mr. David Bursey, Inland Industrials

Mr. J. David V. Newlands, Fording Coal Ltd.

Ms. Karen Koncohrada, Ministry of Energy & Mines

Mr. Peter Whitfield, Ontario Energy Savings Corp.

Mr. Craig P. Donohue, Pacific Northern Gas Ltd. & Pacific Northern Gas (N.E.) Ltd.

Mr. Steve Yallouz, Premstar Pacific

Mr. Richard T. O'Callaghan, RT O'Callaghan & Associates Inc.

Mr. Dave Allen, Union of British Columbia Municipalities



LETTER No. L-18-03

SIXTH FLOOR, 900 HOWE STREET, BOX 250 VANCOUVER, B.C. CANADA V6Z 2N3 TELEPHONE: (604) 660-4700 BC TOLL FREE: 1-800-663-1385 FACSIMILE: (604) 660-1102

Log No. 82

ROBERT J. PELLATT COMMISSION SECRETARY Commission.Secretary@bcuc.com web site: http://www.bcuc.com

VIA FACSIMILE

May 7, 2003

Mr. Scott Thomson Vice President, Finance and Regulatory Affairs Terasen Gas Inc. 16705 Fraser Highway Surrey, B.C. V3S 2X7

Dear Mr. Thomson:

Re: Commodity Unbundling and Customer Choice Agency, Billing and Collection for Transportation Service Program Change of Date for the Commission Workshop – May 22, 2003

The schedule attached to Letter No. L-18-03 for Phase 1, "Commercial" Commodity Unbundling has been revised. The Commission Workshop will now be held on Thursday, May 22, 2003 (as shown in the revised schedule below). All other dates remain the same.

"Commercial" Commodity Unbundling Phase 1 Process / Revised Schedule

| Monday, May 5 | Terasen Gas to distribute detailed proposed Business Rules to Stakeholders |
|------------------|--|
| Thursday, May 22 | BCUC Workshop with Stakeholders / Terasen Gas on Business Rules |
| Monday, May 26 | Stakeholders' Written Submissions on Business Rules filed with the Commission |
| Friday, May 30 | Terasen Gas' Written Responses to Stakeholder Comments filed with the Commission |
| Thursday, June 5 | Commission Decision to finalize Business Rules anticipated |
| Friday, July 18 | Terasen Gas files Report with the Commission |

If there are further questions on the process please contact Bob Brownell at (604) 660-4711.

Yours truly,

Original signed by:

Robert J. Pellatt

RB/rt

ce: Ms. Mary McCordic, Avista Energy Canada Ltd.

Mr. Pete Learoyd, B.C. Housing Management Commission

Mr. Richard Gathercole, BC Public Interest Advocacy Centre

Mr. John Barnes, Central Heat Distribution Ltd.

Mr. Lyle J. Oliver, Direct Energy Marketing Ltd.

Mr. John Wallace, Direct Energy Marketing Ltd.

Mr. Bill Harper, Econalysis Consulting Service Inc.

Mr. Jim Langley, IGI Resources, Inc.

Mr. David Bursey, Inland Industrials

Mr. J. David V. Newlands, Elk Valley Coal Corporation

Ms. Karen Koncohrada, Ministry of Energy & Mines

Mr. Peter Whitfield, Ontario Energy Savings Corp.

Mr. Craig P. Donohue, Pacific Northern Gas Ltd. & Pacific Northern Gas (N.E.) Ltd.

Mr. Steve Yallouz, Premstar Pacific

Mr. Richard T. O'Callaghan, RT O'Callaghan & Associates Inc.

Mr. Dave Allen, Union of British Columbia Municipalities