



LETTER NO. L-23-07

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

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

Log No. 18169

VIA E-MAIL

gzacker@stikeman.com

March 15, 2007

Mr. Glenn Zacher
Stikeman Elliott
Barristers and Solicitors
5300 Commerce Court West
199 Bay Street
Toronto, Ontario M5L 1B9

Dear Mr. Zacher:

Re: Universal Energy Corporation
Residential Commodity Unbundling Program
Letter to the Commission dated March 7, 2007

In its letter dated March 7, 2007, Universal Energy Corporation ("Universal") requested approval to include the Notice of Appointment of Marketer ("Notice") as a schedule to its gas supply application for residential customers rather than as a stand alone form. In Universal's view, this would streamline the enrollment process without compromising the Commission's intent or the binding nature of the Notice. Universal proposed to reference the Notice above the signature line of its gas supply application and attach the Notice as a schedule on the reverse of the front page of the customer application in the exact form as approved by the Commission. The signed application along with the attached Notice would then be retained for audit purposes.

In the Commission's opinion, there are two separate actions the customer must consider and on two distinct levels. The signed Notice grants the marketer customer authorization for the release of gas supply information from Terasen Gas Inc.; while the gas supply application contract is between the customer and the gas marketer to set terms for the delivery of gas to the customer's premises. The customer may grant the Notice, but not necessarily sign the Gas Marketer's proposed contract. Since these are two distinct functions, they require two separate signatures and, consequently, the customer must sign the Notice as well as the supply application contract consistent with the Code of Conduct. However, it is permissible to have the Notice on the reverse side of the customer contract application.

Yours truly,

Original signed by

Robert J. Pellatt

RB/rt

cc: Mr. Nino Silvestri, Universal Energy Corporation
(nsilvestri@universalenergy.ca)
Mr. Darryl Parent, Universal Energy Corporation
(dparent@universalenergy.ca)
Mr. Hans Mertins, Terasen Gas Inc.
(Hans.Mertins@terasengas.com)