

LETTER NO. L-21-07

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

Log No. 18137

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

VIA E-MAIL

regulatory.affairs@terasengas.com

March 15, 2007

Mr. Scott Thomson Vice President, Finance and Regulatory Affairs Terasen Gas Inc. 16705 Fraser Highway Surrey, B.C. V4N 0E8

Dear Mr. Thomson:

Re: Terasen Gas Inc. ("Terasen Gas") Revelstoke Propane Service Area 2007 First Quarter Report

On March 2, 2007 Terasen Gas filed the Revelstoke Service Area 2007 First Quarter Gas Cost Report ("Report"). The Commission acknowledges receipt of the Report and accepts the recommendation that no changes be made to the propane reference price for the Revelstoke service area.

Yours truly,

Original signed by

Robert J. Pellatt

RB/rt