



LETTER NO. L-26-08

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VIA E-MAIL

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June 16, 2008

Mr. Tom Loski
Chief Regulatory Officer
Terasen Gas Inc.
16705 Fraser Highway
Surrey, B.C. V4N 0E8

Dear Mr. Loski:

Re: Terasen Gas (Vancouver Island) Inc.
2008 Second Quarter Gas Cost Report

On June 6, 2008 TGVI filed its 2008 Second Quarter Gas Cost Report for information. By this letter, the Commission acknowledges receipt of the Report and accepts TGVI's recommendation that customer rates remain unchanged for the period July 1 to September 30, 2008 for the Vancouver Island and the Sunshine Coast service areas.

Yours truly,

Original signed by:

Erica Hamilton

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