



September 21, 2009

British Columbia Utilities Commission
Sixth Floor, 900 Howe Street
Vancouver, B.C. V6Z 2N3

Attention: Ms. Erica M. Hamilton, Commission Secretary

Dear Ms. Hamilton:

**Re: Terasen Gas Inc. ("TGI", the "Company"), Terasen Gas (Vancouver Island) Inc. ("TGVI") and Terasen Gas (Whistler) Inc. ("TGW") collectively the "Terasen Utilities"
Return on Equity and Capital Structure Application (the "Application")
Witness Panels**

On May 15, 2009, the Terasen Utilities filed the Application as referenced above. Commission Order No. G-70-09 set September 28, 2009 for the commencement of the Oral Hearing for the review of the Application.

Attached please find the Direct Testimony of the Terasen Utilities company witnesses. The professional experience of the expert witnesses was filed with the Application (Exhibit B-1).

To assist those parties intending to cross examine attached please find details of the Terasen Utilities four witness panels.

While the Terasen Utilities anticipate that the witness panels will appear in order, Panel 2 is only available to stand until the end of day Wednesday, September 30, 2009. Should this availability become a concern during the proceedings, the Terasen Utilities would respectfully request that Panel 1 stand down for a period in order to allow Panel 2 cross examination to conclude by end of day Wednesday.

If there are any questions regarding the attached, please contact the undersigned.

Sincerely,

**TERASEN GAS INC.
TERASEN GAS (VANCOUVER ISLAND) INC. and
TERASEN GAS (WHISTLER) INC.**

Original signed:

Scott A. Thomson

Attachments

cc (email only): Registered Parties

Scott A. Thomson
Vice President, Regulatory Affairs and
Chief Financial Officer

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Terasen Utilities Witness Panels

Panel 1 – Company and Policy Panel

Mr. R.L. (Randy) Jespersen

Mr. Scott A. Thomson

Mr. Roger Dall'Antonia

Panel 2 – Expert Opinion on a Benchmark Fair Return

Dr. James H. Vander Weide, PhD

Panel 3 – Expert Opinion on Capital Markets with Company View

Mr. Donald A. Carmichael, MBA

Mr. Roger Dall'Antonia

Panel 4 – Expert Opinion on a Benchmark Fair Return

Ms. Kathleen C. McShane, MBA, CFA

**Terasen Gas Inc. ("TGI"), Terasen Gas (Vancouver Island) Inc. ("TGVI") and Terasen Gas (Whistler) Inc. ("TGW"),
collectively the "Terasen Utilities"**

Return on Equity "ROE" and Capital Structure Application

Direct Testimony of R.L (Randy) Jespersen

Q1. *Please state your name and present position with the Terasen Utilities.*

A. My name is Randall Lynn Jespersen. I am President and Chief Executive Officer of the Terasen Gas Inc., Terasen Gas (Vancouver Island) Inc. and Terasen Gas (Whistler) Inc.

Q2. *How long have you held those positions?*

For Terasen Gas Inc., I have held the position of President since April 2002, and CEO since May 2007; for Terasen Gas (Vancouver Island) Inc., I have held the position of President since January 2004, and CEO from January 2004 to November 2005 and since May 2007; for Terasen Gas (Whistler) Inc., I have held the position of President since January 5, 2004, and CEO from June 2004 to November 2005 and since May 2007.

Q3. *What were your previous positions with Terasen Utilities?*

A. For Terasen Gas Inc, from 1996 to 1997, I held the position of Sr. Vice President, Gas Supply.; from 1997 to 2001, I held the position of Sr. Vice President, Energy Delivery Services.; and from May 2006 to May 2007, I held the additional position of Chairman of the Board.

Q4. *What positions did you hold prior to joining the Terasen Utilities and with whom?*

A. From 1988 through 1996 I held the position of Vice President, Natural Gas Canada; Manager Natural Gas Marketing; and Manager, Market Development (Liquids) for Amoco. I also held various management positions with Dome Petroleum from 1976 to 1988.

Q5. *What are your professional qualifications?*

A. I have an MBA from the University of Saskatchewan, a B.Sc. (Business) degree from Oregon State University and a diploma of Business Administration from Lethbridge Community College.

Q6. *Have you previously testified before the Commission?*

A. Yes

Q7. *What role did you play in the development of this application?*

A. I provided policy guidance.

Q8. *Does this complete your direct testimony?*

A. Yes.

**Terasen Gas Inc. ("TGI"), Terasen Gas (Vancouver Island) Inc. ("TGVI") and Terasen Gas (Whistler) Inc. ("TGW"),
collectively the "Terasen Utilities"**

2009 Return on Equity "ROE" and Capital Structure Application

Direct Testimony of Scott A. Thomson

Q1. *Please state your name and present position with the Terasen Utilities.*

A. My name is Scott Alexander Thomson. I am Vice President, Regulatory Affairs & Chief Financial Officer for Terasen Gas Inc., Terasen Gas (Vancouver Island) Inc., and Terasen Gas (Whistler) Inc.

Q2. *How long have you held those positions?*

A. I have held the position of Vice President, Finance & Regulatory Affairs since 2003, and Vice President, Regulatory Affairs & CFO since 2007.

Q3. *What were your previous positions with the Terasen Utilities?*

A. Initially, I held the position of Business Leader, EDS Finance & Admin. In 2002 I held the position of Controller & Director, Finance & Strategic Planning, and from 2003 to 2007 I held the position of Vice President, Finance & Regulatory Affairs.

Q4. *What positions did you hold prior to joining the Terasen Utilities and with whom?*

A. From 1986 through 1999 I held the positions of Chartered Accountant, Manager of Consulting Services, and Principle, Corporate Consulting with Ernst & Young.

Q5. *What are your professional qualifications?*

A. I am a Chartered Accountant, and hold an Honours BA in Business Administration (HBA) from the University of Western Ontario.

Q6. *Have you previously testified before the Commission?*

A. Yes.

Q7. *What role did you play in the development of this application?*

A. I provided policy guidance, coordination and drafting.

Q8. *Does this complete your direct testimony?*

A. Yes.

**Terasen Gas Inc. ("TGI"), Terasen Gas (Vancouver Island) Inc. ("TGVI") and Terasen Gas (Whistler) Inc. ("TGW"),
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2009 Return on Equity "ROE" and Capital Structure Application

Direct Testimony of Roger A. Dall'Antonia

Q1. *Please state your name and present position with the Terasen Utilities.*

A. My name is Roger Attilio Dall'Antonia. I am the Vice President, Corporate Development and Treasurer for Terasen Gas Inc., Terasen Gas (Vancouver Island) Inc., and Terasen Gas (Whistler) Inc.

Q2. *How long have you held those positions?*

A. I have held each of these positions since November 2007.

Q3. *What were your previous positions with the Terasen Utilities?*

A. From June 2004 through December 2005 I held the position of Assistant Treasurer, Terasen Inc. From January 2006 to August 2006 I held the position of Vice President, Treasurer for Terasen Gas Inc., Terasen Gas (Vancouver) Island Inc. and Terasen Gas (Whistler) Inc.

Q4. *What positions did you hold prior to joining the Terasen Utilities and with whom?*

A. From 1993 through 2002 I held various treasury and corporate finance positions with Westcoast Energy Inc. and from 2006 to 2007 I was Vice President, Investor Relations and Treasury for Versacold Income Fund.

Q5. *What are your professional qualifications?*

A. I have an MBA from University of Western Ontario, a BBA from Simon Fraser University and hold a Chartered Financial Analyst designation.

Q6. *Have you previously testified before the Commission?*

A. No.

Q7. *What role did you play in the development of this application?*

A. I provided policy guidance and coordination.

Q8. *Does this complete your direct testimony?*

A. Yes.