

LETTER NO. L-71-07

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VIA E-MAIL regulatory.affairs@terasengas.com

September 13, 2007

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

Dear Mr. Thomson:

ROBERT J. PELLATT

COMMISSION SECRETARY

Commission.Secretary@bcuc.com

web site: http://www.bcuc.com

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

On September 6, 2007 Terasen Gas filed the Revelstoke Service Area 2007 Third 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 and propane rates for the Revelstoke service area, as of October 1, 2007.

Yours truly,

Original signed by:

Robert J. Pellatt

JBW/rt