

## LETTER NO. L-98-07

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. 23073

ERICA M. HAMILTON COMMISSION SECRETARY Commission.Secretary@bcuc.com web site: http://www.bcuc.com

VIA E-MAIL

regulatory.affairs@terasengas.com

December 6, 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.
Fort Nelson Service Area
2007 Fourth Quarter Gas Cost Report
Gas Cost Reconciliation Account

On November 30, 2007 Terasen Gas filed the 2007 Fourth Quarter Gas Cost Report for the Fort Nelson service area. The Commission acknowledges receipt of the Report and accepts the recommendation that customer rates remain unchanged for the Fort Nelson service area, as of January 1, 2008.

Yours truly,

RB/cms