



LETTER NO. L-20-01

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

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. 6318

VIA FACSIMILE

June 29, 2001

Mr. David M. Masuhara
Vice President
Legal, Regulatory & Logistics
BC Gas Utility Ltd.
24th Floor, 1111 West Georgia Street
Vancouver, B.C. V6E 4M4

Dear Mr. Masuhara:

Re: BC Gas Utility Ltd.
Report – Gas Cost Flow-through and Gas Cost Reconciliation
Account ("GCRA") Balances – 2001 Second Quarter Report

Further to your June 11, 2001 Report on Gas Cost Recovery Rates and the Gas Cost Reconciliation Account balances, the Commission accepts BC Gas' 2001 Second Quarter Report and the recommendation that gas rates not change July 1, 2001.

Please include in the 2001 Third Quarter Report, due in September 2001, a pro-forma estimate of gas costs and revenues for a second 12-month period commencing October 1, 2002.

Yours truly,

Original signed by:

Robert J. Pellatt

RJP/yl