



LETTER NO. L-109-05

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VIA E-MAIL

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December 13, 2005

Mr. Scott Thomson
Vice President, Finance and Regulatory Affairs
Terasen Gas Inc.
16075 Fraser Highway
Surrey, B.C. V3S 2X7

Dear Mr. Thomson:

Re: Terasen Gas (Squamish) Inc.
2005 Fourth Quarter Report

On December 2, 2005, Terasen Gas (Squamish) Inc. filed its 2005 Fourth Quarter Report and recommended that no changes to the natural gas rates for all rate schedules. By this letter, the Commission acknowledges receipt of the 2005 Fourth Quarter Report and accepts the recommendation that customer rates remain unchanged for the Terasen Squamish grid system service area.

Yours truly,

Original signed by:

Robert J. Pellatt

RB/dlf