



LETTER NO. L-63-05

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

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

Log No. 10705

VIA E-MAIL

July 27, 2005

TGVI – 2006-07RR Exhibit A-1

To: Terasen Gas (Vancouver Island) Inc.
Intervenors from 2003 – 2005 NSP and
2004 Annual Review Registered Intervenors

Re: Terasen Gas (Vancouver Island) Inc.
Application for Approval of
Forecast Rates and Revenue Requirements for years 2006 to 2007
and Revenue Deficiency Deferral Account balance as at December 31, 2004

On July 20, 2005, Terasen Gas (Vancouver Island) Inc. ("TGVI") filed pursuant to Sections 60 and 23 of the Utilities Commission Act and Order in Council 1510, dated December 13, 1995, for approval of TGVI's forecast rates and Cost of Service for the years 2006 and 2007 and its Revenue Deficiency Deferral Account balance as at December 31, 2004 (the "Application").

In its Application TGVI proposed that the process relating to the review of the Application commence with a Commission led Workshop to discuss the Application and provide further information to Commission Staff and interested parties, and that a Negotiated Settlement Process ("NSP") be implemented for the review and acceptance of the Application.

The Commission wishes to receive comments from TGVI and TGVI's past Intervenors on the process to review the Application. The Commission has attached as Appendix A to this Letter a Draft Regulatory Agenda and Timetable for an NSP. Participants are requested to provide their comments by Wednesday, August 10, 2005 on the following items: 1) whether to review the Application through an NSP; 2) any concerns with the Draft Regulatory Agenda and Timetable; and 3) any concerns in not holding a Commission Pre-Hearing Conference. The location of the negotiation sessions will be as determined by the Commission after the Workshop.

Yours truly,

Original signed by:

Constance M. Smith
for: Robert J. Pellatt

DC/cms
Attachment

DRAFT REGULATORY AGENDA AND TIMETABLE

Terasen Gas (Vancouver Island) Inc.
Application for Approval of
Forecast Rates and Revenue Requirements for the years 2006 and 2007
and Revenue Deficiency Deferral Account balance as at December 31, 2004

ACTION

DATES

Workshop on the Application in Victoria	Wednesday, August 31, 2005
Filing of Commission Information Requests	Friday, September 23, 2005
Filing of Intervenor Information Requests	Friday, September 30, 2005
TGVI Responses to Information Requests	Tuesday, October 11, 2005
Revenue Requirements Negotiation Sessions commence	Wednesday, October 26, 2005