

LETTER NO. L-46-10

SIXTH FLOOR, 900 HOWE STREET, BOX 250 VANCOUVER, BC CANADA V62 2N3 TELEPHONE: (604) 660-4700 BC TOLL FREE: 1-800-663-1385 FACSIMILE: (604) 660-1102

Log No. 33553

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

VIA EMAIL Regulatory.Affairs@terasengas.com June 11, 2010

Mr. Tom Loski Chief Regulatory Officer Terasen Gas Inc. 16705 Fraser Highway Surrey, BC V4N 0E8

Dear Mr. Loski:

Re: Terasen Gas (Vancouver Island) Inc. 2010 Second Quarter Report on the Gas Cost Variance Account and the Rate Stabilization Deferral Account

On June 3, 2010 Terasen Gas (Vancouver Island) Inc. filed its 2010 Second Quarter Report on the Gas Cost Variance Account and the Rate Stabilization Deferral Account (the Report) for Information. By this letter, the Commission acknowledges receipt of the Report, regarding the Vancouver Island and the Sunshine Coast service areas.

Yours truly,

Original signed by:

Erica M. Hamilton

MT/cw