

March 27, 2006

Alberta Energy and Utilities Board  
10<sup>th</sup> Floor, 10055 – 106 St.  
Edmonton, Alberta T5J 2Y2

**Attention: Becky Torrance**  
**Manager, Edmonton Office**  
**Utilities Branch**

Dear Ms. Torrance:

**Re: Direct Energy Regulated Services Gas Cost Flow-through Rates for ATCO  
Gas South Service Territory for April 2006**

Direct Energy Regulated Services (DERS) is filing with the Alberta Energy and Utilities Board (Board or EUB) a proposed Gas Cost Flow-through Rate (GCFR) for the month of April 2006 for the service territory of ATCO Gas South. The GCFR Rate Schedule attached indicates a rate applicable for the South customers of \$5.971 per GJ. The DGA package used to derive this rate is also attached.

Additional price and weather data relating to the February and March 2006 period as well as some explanatory notes relating to the prior period adjustments have been included in the attached document titled Appendix B - South.

Please note that effective April 1, 2006, ATCO Pipelines will be reporting and tracking imbalance information separately from ATCO Gas Imbalances and imbalances arising from DERS role as Default Supply Provider. Please refer to Gas Attachment 1 from ATCO Gas advising the treatment of imbalances and the resulting impact on the DGA.

Should you require additional information please contact the undersigned at 403-290-6944.

Yours truly,

<Original signed by C. Painchaud>

Chad Painchaud  
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Approved by Decision 2003-106  
Effective April 1, 2006  
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**DIRECT ENERGY REGULATED SERVICES  
Rider "F" GAS COST FLOW-THROUGH  
ATCO GAS SOUTH SERVICE TERRITORY**

**To be applied to all energy sold to customers served under Rates G1, G3 and G5.**

Gas Cost Flow-through Rate:

For customers served by ATCO Gas and Pipelines South:

For the Period April 1, 2006 to April 30, 2006

**\$5.971 per GJ**