

February 23, 2009

Alberta Utilities Commission
10th Floor, 10055 – 106 St.
Edmonton, Alberta T5J 2Y2

Attention: Mike Hagan
Director, Rates
Edmonton Office

Dear Mr. Hagan:

Re: Direct Energy Regulated Services Rider “F” Rates for ATCO Gas South Service Territory for March 2009

Direct Energy Regulated Services (DERS) is filing with the Alberta Utilities Commission (Commission or AUC) a proposed Rider “F” of \$4.526 per GJ for the month of March 2009 for the service territory of ATCO Gas South.

In compliance with the Alberta Utilities Commission directive on page 3 of Order 2008-374, DERS has added the approved margin to the GCFR to formulate Rider “F”. The DGA package used to derive a GCFR rate of \$4.504 per GJ is attached.

In response to the Board’s directions contained at page 135 of Decision 2003-106, DERS has attached to the March 2009 GCFR filing a reconciliation package labeled Attachment 1 - Deferral Reconciliation for 2008 which details the 2008 energy related deferral components (procurement costs, working capital, bad debt and penalty revenue).

Additional price and weather data relating to the January 2009 and February 2009 periods as well as some explanatory notes relating to prior period adjustments are included in Appendix B. DERS has also included Attachment 2 - South Load Balancing Transition Attachment to explain the imbalances coming from transition of the load balancing function to ATCO Gas.

Should you require additional information please contact the undersigned at 403-290-7744.

Yours truly,

<Original signed by A. Preston>

Ashley Preston
Analyst, Government & Regulatory Affairs, Canada West
Direct Energy Marketing Limited
Direct Energy Regulated Services
is a business unit of Direct Energy Marketing Limited

**DIRECT ENERGY REGULATED SERVICES
Rider "F"
ATCO GAS SOUTH SERVICE TERRITORY**

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

Rider "F":

For customers served by ATCO Gas and Pipelines South:

For the Period March 1, 2009 to March 31, 2009

\$4.526 per GJ