

Electronic Notification

June 29, 2006

Corinne Grudecki
Manager, Government & Regulatory Affairs, Western Region
Direct Energy Regulated Services
111 – 5th Ave SW Suite 1000
Calgary AB T2P3Y6

Dear Ms. Grudecki:

**DIRECT ENERGY REGULATED SERVICES (DERS)
REGULATED RATE TARIFF (RRT) TRANSITION RATES FOR JULY 2006
APPLICATION NO. 1467081**

The Alberta Energy and Utilities Board (the Board) is in receipt of a letter from DERS dated June 26, 2006 and its amendment letter of June 27, 2006 in which it has requested acknowledgement of energy charges applicable to its RRT service for the month ending July 31, 2006. On June 28, 2006 DERS submitted a letter from Sheldon Fulton, Independent Advisor to the Energy Procurement Process, stating that he has reviewed the energy charges filed by DERS and concurred that they were calculated in accordance with the Energy Price Setting Plan for 2006 to 2011.

DERS' proposed energy charges are as follows:

Rate Class	cents/kWh
Residential	7.095
Commercial	7.177
Industrial	6.783
Farming (Includes REA)	6.930
Irrigation (Includes REA)	6.900
Oil & Gas	6.784
Lighting	3.915

The Board has reviewed the filing, and accepts that the above noted energy charges represent rates determined in accordance with the directions previously issued to DERS in Order U2006-108, dated April 28, 2006. Consequently, the Board acknowledges that the energy charges as set out above are applicable to DERS' RRT service for the period July 1, 2006 to July 31, 2006.

As directed in the *Regulated Rate Option Regulation*, AR 262/2005, sections 7(4) and 7(5), DERS must retain records sufficient to enable the Board to audit any previous monthly rates set by DERS and any amount overcharged to customers due to an incorrect rate calculation must be refunded to customers as soon as practicable after the error is discovered.

If any affected party objects to the calculation of the energy charge for the month in question, they should notify the Board and DERS in a timely basis, of the nature of their objection including the reason why it should be considered.

Yours truly,

A handwritten signature in cursive script that reads "Laurie Bayda".

Laurie J. Bayda
Customer Service Manager
Utilities Branch

pc: Interested Parties – electronic notification