

**Electronic Notification**

Application No. 1362016

September 30, 2004

Mr. Gary Newcombe  
Director, Regulatory Affairs, Western Region  
Direct Energy Marketing Limited  
111 5 AV SW SUITE 1000  
CALGARY AB T2P 3Y6

Dear Mr. Newcombe:

**DIRECT ENERGY REGULATED SERVICES (DERS)  
REGULATED RATE TARIFF (RRT) TRANSITION RATES  
PERIOD OCTOBER 1, 2004 THROUGH DECEMBER 31, 2004**


The Alberta Energy and Utilities Board (the Board) is in receipt of the letter from DERS, a Business Unit of Direct Energy Marketing Limited, dated September 24, 2004, requesting acknowledgement of proposed energy rates applicable to its RRT Transition Rates for the quarter ending December 31, 2004, as follows:

Energy Charge applicable to:	<u>\$/kWh</u>
Rate E1 – Residential service	0.07542
Rate E2 – Small general service	0.07514
Rate E3 – Large general service	0.07115
Rate E4 – Oilfield service	0.07177
Rate E5 – Farm Service	0.07410
Rate E6 – Lighting service	0.05920
Rate E7 – Irrigation pumping service	0.07231
Rate E5 (REA) – Farm Service	0.07410
Rate E7 (REA) – Irrigation pumping service	0.07231

The Board has reviewed the request, and accepts that the above noted energy charges represent rates that were determined in accordance with the formula set out in Decision 2004-037, dated April 30, 2004. Consequently, the Board acknowledges that, as set out in DERS's Rider "P" and Rider "P(REA)" Energy Charge Schedules, the above noted energy charges are appropriate to be included in the applicable RRT Transition Rate Classification during the period October 1, 2004 through December 31, 2004.

The Board notes that DERS will provide supporting documentation and reconciliations and adjustment determinations for energy and no-energy components with the next quarterly filing.

Yours truly,

A handwritten signature in cursive script that reads "B. Torrance".

B. Torrance  
Manager, Edmonton Office  
Utilities Branch

pc: DERS RRT Transition Rate Email List – electronic notification only