

Electronic Notification

March 29, 2005

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 APRIL 1, 2005 THROUGH JUNE 30, 2005
APPLICATION NO. 1392809**

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 March 23, 2005, requesting acknowledgement of proposed energy rates applicable to its RRT Transition Rates for the quarter ending June 30, 2005 as follows:

<u>Energy Charge applicable to:</u>	<u>\$/kWh</u>
Rate E1 – Residential service	0.06264
Rate E2 – Small general service	0.06338
Rate E3 – Large general service	0.05960
Rate E4 – Oilfield service	0.05992
Rate E5 – Farm Service	0.06191
Rate E6 – Lighting service	0.03617
Rate E7 – Irrigation pumping service	0.06000
Rate E5 (REA) – Farm Service	0.06191
Rate E7 (REA) – Irrigation pumping service	0.06000

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 April 1, 2005 through June 30, 2005.

The Board notes that DERS will provide supporting documentation and reconciliations and adjustment determinations for energy and non-energy components with the next quarterly filing.

Yours truly,

A handwritten signature in cursive script, appearing to read "B. Torrance".

B. Torrance
Manager, Edmonton Office
Utilities Branch

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