

**Electronic Notification**

September 29, 2005

Ms. Corinne Grudecki  
Senior Analyst  
Government and Regulatory Affairs  
Western Region  
Direct Energy Marketing Limited  
111 - 5 Avenue S.W. Suite 1000  
Calgary, Alberta T2P 3Y6

Dear Ms. Grudecki:

**DIRECT ENERGY REGULATED SERVICES (DERS)  
REGULATED RATE TARIFF (RRT) TRANSITION RATES  
PERIOD OCTOBER 1, 2005 THROUGH DECEMBER 31, 2005  
APPLICATION NO. 1420596**

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 23, 2005, as amended September 28, 2005, requesting acknowledgement of proposed energy rates applicable to its RRT Transition Rates for the quarter ending December 31, 2005 as follows:

Energy Charge applicable to:	<u>\$/kWh</u>
Rate E1 – Residential service	0.07475
Rate E2 – Small general service	0.07442
Rate E3 – Large general service	0.07036
Rate E4 – Oilfield service	0.07087
Rate E5 – Farm Service	0.07339
Rate E6 – Lighting service	0.05821
Rate E7 – Irrigation pumping service	0.07115
Rate E5 (REA) – Farm Service	0.07339
Rate E7 (REA) – Irrigation pumping service	0.07115

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, 2005 through December 31, 2005.

The Board expects that DERS will continue to provide supporting documentation and reconciliations and adjustment determinations for energy and non-energy components with its 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