

Electricity

6th floor North Tower, Petroleum Plaza 9945 - 108 Street Edmonton, Alberta T5K 2G6 Telephone 780/644-4770 Fax 780/427-8065

File No. 11789-01 ELEC

May 18, 2005

Mr. Dale McMaster Alberta Electric System Operator 2500, 330 – 5th Avenue S.W. Calgary, AB T2P 0L4

Dear Mr. McMaster:

Re: Transmission Regulation Implementation Plan

Thank you for your recent letter (May 4, 2005) in which you provided an update on implementation of the Transmission Regulation.

We have noted the issues raised by industry stakeholders along with the actions proposed by the Alberta Electric System Operator (AESO) to implement the Transmission Regulation.

In general, the Department supports the actions proposed by the AESO to implement the Transmission Regulation and will review the suggestions in detail. As part of this review, the Department will consider whether amendments to the Transmission Regulation are necessary or not to accommodate the actions proposed by the AESO.

We look forward to receiving the next update to the Transmission Regulation Implementation Plan.

Kellan Flückiger

Executive Director