

October 14, 2009

Mr. Dave Eaglesham, CMA
Regulatory & Rates Manager
Lethbridge Electric Utility
City Hall, 910-4th Avenue South
Lethbridge, AB T1J 0P6

Dear Sir:

NOTIFICATION REGARDING IFRS AS PER AUC RULE 026,¹ SECTION 2(2)

1. Thank you for your letter dated September 30, 2009 in which you informed the Alberta Utilities Commission (the Commission) that the City of Lethbridge will not be adopting International Financial Reporting Standards (IFRS).
2. You noted in your letter that at the present time, municipalities are required to prepare financial reports using standards defined by the Public Sector Accounting Board (PSAB), and that you are not aware of any future date for municipal entities to adopt IFRS.
3. Your letter has been accepted as a filing for acknowledgement.
4. The Commission notes that the PSAB issued an exposure draft in July 2009 entitled “Financial Reporting by Certain Government Organizations (Amendment to Introduction).” If the PSAB makes any changes to the generally accepted accounting principles applicable to the City of Lethbridge that involve IFRS, the Commission requests that it be notified of such.
5. Please contact me at 780-422-2073 or david.mitchell@auc.ab.ca if you have any questions or concerns in regard to this or any other IFRS matters.

Sincerely yours,

(sent by email)

David Mitchell, CA
Regulatory Specialist
Alberta Utilities Commission

¹ AUC Rule 026 – *Rule Regarding Regulatory Account Procedures Pertaining to the Implementation of the International Financial Reporting Standards*