Calgary Office 640 - 5 Avenue SW Calgary, Alberta Canada T2P 3G4 Tel 403 297-8311 Fax 403 297-7336

Notice

VIA EMAIL

NOTICE OF APPLICATION APPLICATION NO. 1339202 NOVA GAS TRANSMISSION LTD. (NGTL) PRESSURE/TEMPERATURE SERVICE APPLICATION

Take Notice that NOVA Gas Transmission Ltd. (NGTL or the Company) has filed an application with the Alberta Energy and Utilities Board (EUB or the Board) under Part 4 of the Gas Utilities Act, R.S.A. 2000, C. G-5, as amended, by letter dated March 18, 2004, for approval of a temporary Pressure/Temperature Service (the PT Service), the methodology for calculating PT Service rates, tolls and charges, and amendments to the General Terms and Conditions of NGTL's Gas Transportation Tariff (Tariff), necessary to implement the PT Service.

Nature of the Application

On February 11, 2004, NGTL applied to the Board for approval to commence negotiations on PT Service through Issue T2004-01. The Board approved NGTL's right to negotiate on March 9, 2004. On March 9, 2004, the TTFP supported the PT Service through an unopposed vote on Resolution T2004-01.

In accordance with the terms and conditions of PT Service, NGTL indicated that it would be able, upon receipt of a request from a shipper, to receive or deliver gas at an increased or decreased pressure or temperature from prevailing system operating conditions provided that the maximum operating pressure stipulated in the shipper's schedule of service or the gas temperature specification stipulated under Section 3.0 of the General Terms and Conditions of NGTL's Tariff is not exceeded. NGTL submitted that it is required to canvass its shippers and other potentially affected parties for concerns related to specific requests for service and to facilitate resolution of any concerns prior to specific service being offered. NGTL suggested that the PT Service would provide shippers with increased flexibility in managing their business assets that could result in the attraction of additional volumes to the Alberta System and a lowering of tolls for all Alberta System shippers.

NGTL proposed that PT Service would commence the first day of the month following Board approval and expire on December 31, 2005. NGTL submitted that incremental costs associated with the PT Service would be recovered through the revenue generated by the PT Service. In addition, customers subscribing to the PT Service would be required to provide a full contribution in aid of construction for any incremental facilities required to provide the service. NGTL proposed that all revenue generated through the PT Service in 2004 would be credited to NGTL's revenue requirement for 2005 through the use of the Revenue Deferral Account as applied for in NGTL's 2004 General Rate Application - Phase I (Application No 1315423).

Subsequent to Board approval of this Application, NGTL indicated that it would file, for information, specific PT Service rates, tolls and charges. NGTL further noted that specific tolls and rates for PT Service cannot be provided at this time. Since one of the components in the methodology used for calculating the toll for PT Service is the cost of providing the specific service requested, the applicable toll for each instance of PT Service cannot be determined until the customer requests the PT Service.

NGTL requested the Board render a decision on this Application by April 30, 2004 to enable implementation of the PT Service in May 2004 so that potential requests for the service during the summer of 2004 can be met.

Additional Information

To obtain additional information or a copy of the Application contact:

Nova Gas Transmission Ltd. c/o Carolyn Shaw Regulatory Services 450 – 1st Street SW Calgary, Alberta T2P 5H1

Telephone: (403) 920-7172 Facsimile: (403) 920-2347

Email: carolyn_shaw@transcanada.com
alberta_system@transcanada.com
jennifer_Nichols@transcanada.com

Copies of the Application are available for viewing at the EUB's offices at the addresses indicated below:

Alberta Energy and Utilities Board Alberta Energy and Utilities Board

Information Services, 1st Floor Utilities Branch, 10th Floor

 $640 - 5^{th}$ Avenue SW $10055 - 106^{th}$ Street

Calgary, Alberta T2P 3G4 Edmonton, Alberta T5J 2Y2
Telephone: (403) 297-8190 Telephone: (780) 427-4901
Facsimile: (403) 297-7040 Facsimile: (780) 427-6970
Email: eub.utl@gov.ab.ca

To File an Objection and Information Requests

As NGTL has requested an expedited process for this Application, the Board directs parties that want to file a submission to state your reasons for objecting to or supporting the Application, and include this with your submission regarding the Application by **April 14, 2004**. If no submissions are received from parties opposed to the Application, the Board may continue to process the Application without further notice.

In addition, the Board directs NGTL to post the Notice of Application and the Application on its website for the availability of all interested parties.

Send one copy to NGTL, c/o Carolyn Shaw, at the address indicated above and twelve (12) copies to:

Lisa Kelly, Application Officer, EUB Utilities Branch 5th Floor, 640 – 5th Avenue SW Calgary, Alberta T2P 3G4

And e-mail a copy to the Utilities Branch at eub.utl@gov.ab.ca, if possible.

If you have any questions or concerns with respect to EUB procedures, please contact Lisa Kelly, at lisa.kelly@gov.ab.ca or by telephone at (403) 297-8797.

Issued at Calgary, Alberta on April 1, 2004.

ALBERTA ENERGY AND UTILITIES BOARD Michael J. Bruni, Q.C., General Counsel