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Filed Electronically

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October 14, 2004

Alberta Energy and Utilities Board 640 – 5th Avenue S.W. Calgary, Alberta T2P 3G4

Attention: Mr. Wade Vienneau,

Manager – Calgary Office, Utilities Branch

Dear Sir:

Re: NOVA Gas Transmission Limited (NGTL)

Gas Transportation Tariff (Tariff)

Updated Table of Rates, Tolls and Charges Pressure/Temperature Service (PT Service)

Application No. 1339202

I enclose for filing an updated Table of Rates, Tolls and Charges for the Tariff, provided as Attachment 1 to this letter, which incorporates a new PT Schedule of Service, effective November 1, 2004, to reduce operating pressures on average by 900 kPa for receipt points upstream of the Princess "A" Compressor Station located at SE-13-020-12 W4M.

The charge for service was determined in accordance with the methodology approved by the Board in Order U2004-136, issued on May 7, 2004 and will be approximately \$14,405.00/day. The PT Rate is based on a fixed operating and maintenance charge of \$1,980.00/day. In addition, there will be a charge for Company's gas requirements which will be based on a PT Gas Rate of 70 10³m³/d and which will vary with the Company's Gas Use Price.

NGTL notified shippers located at receipt and delivery points upstream of the Princess "A" compressor station that would be potentially affected by the reduction in operating pressure at the Princess "A" compressor station and members of the Tolls, Tariff, Facilities and Procedures Committee (TTFP) of the requested PT Service on August 10, 2004 by facsimile and e-mail. Attachment 2 to this letter is a copy of the notification letter. In addition, NGTL posted the notification on TransCanada's Alberta System Website at:

http://www.nrgexpressway.com/servlet/nrginfo.

NGTL has not received any objections to the requested PT Service.

October 14, 2004 Page 2 Mr. W. Vienneau

NGTL is notifying its shippers and members of the TTFP of the availability of this filing on TransCanada's Alberta System Website at the address below.

http://www.transcanada.com/Alberta/regulatory_info/active_rates_services_filings.htm

Please direct all notices and communications regarding this matter to Carolyn Shaw by e-mail at carolyn_shaw@transcanada.com and alberta_system@transcanada.com, or by phone at 920-7172.

Yours truly,

NOVA Gas Transmission Ltd.

A wholly owned subsidiary of TransCanada PipeLines Limited

Milini Bélanger Céline Bélanger

Vice President, Regulatory Services

Attachments

cc: Tolls, Tariff, Facilities and Procedures Committee

Alberta System Shippers

Attachment 1

Updated Table of Rates, Tolls and Charges

TABLE OF RATES TOLLS AND CHARGES

| Service | Rates, Tolls and Charges | | | | | | | |
|---|---|---|--|--|--|--|--|--|
| Rate Schedule FT-R | Refer to Attachment "1" for the applicable FT-R Demand Rate per month and Surcharge for each Receipt Point | | | | | | | |
| | Average Firm Service Receipt Price (AFSRP) \$188.41/10 ³ m ³ | | | | | | | |
| 2. Rate Schedule FT-RN | Refer to Attachment "1" for the applicable FT-RN Demand Rate per month and Surcharge for each Receipt Point | | | | | | | |
| 3. Rate Schedule FT-D | FT-D Demand Rate per month \$188.41/10 ³ m ³ | | | | | | | |
| 4. Rate Schedule STFT | STFT Bid Price | | | | | | | |
| | Minimum bid of 135% of FT-D Demand Rate | | | | | | | |
| 5. Rate Schedule FT-A | FT-A Commodity Rate \$0.57/10 ³ m ³ | | | | | | | |
| 6. Rate Schedule FT-P | Refer to Attachment "2" for the applicable FT-P Demand Rate per month. | | | | | | | |
| 7. Rate Schedule LRS | Contract Term Effective LRS Rate (\$/10 ³ m ³ /day) | | | | | | | |
| | 1-5 years | 9.31 | | | | | | |
| | 6-10 years | 7.78 | | | | | | |
| | 15 years | 6.98 | | | | | | |
| | 20 years | 6.20 | | | | | | |
| 8. Rate Schedule LRS-2 | LRS-2 Rate per month | \$50,000 | | | | | | |
| 9. Rate Schedule LRS-3 | LRS-3 Demand Rate per month \$188.71/10 ³ m ³ | | | | | | | |
| 10. Rate Schedule IT-R | Refer to Attachment "1" for the applicable IT-R Rate and Surcharge for each Receipt Point | | | | | | | |
| 11. Rate Schedule IT-D | IT-D Rate \$6.81/10 ³ m ³ | | | | | | | |
| 12. Rate Schedule FCS | The FCS Charge is determined in accordance with Attachment "1" to the applicable Schedule of Service | | | | | | | |
| 13. Rate Schedule PT | Schedule No | PT Rate PT Gas Rate | | | | | | |
| | 9004-01000-0 | $1,980.00/day$ 70 $10^3 m^3/d$ | | | | | | |
| 14. Rate Schedule OS | Schedule No. | <u>Charge</u> | | | | | | |
| | 2003-00452-2 | \$ 83,333.00 / month | | | | | | |
| | 2003-03435-9 | \$ 899.00 / month | | | | | | |
| | 2003-03734-7 | \$ 698.00 / month | | | | | | |
| | 2003-058091-2 | \$ 2,568.00 / month | | | | | | |
| | 2003-03624-9 | \$ 27.00 / month | | | | | | |
| | 2003-07178-3 | \$ 150.00 / month | | | | | | |
| | 2003-07179-5 | \$ 1,391.00 / month | | | | | | |
| | 2003-07113-5 | \$ 8.00 / month | | | | | | |
| | 2003-05812-6 | \$ 118.00 / month | | | | | | |
| | 2003-05809-6 | \$ 163.00 / month | | | | | | |
| | 2003-03747-9 | \$ 1,707.00 / month | | | | | | |
| 15. Rate Schedule CO ₂ | Tier | CO ₂ Rate (\$/10 ³ m ³) | | | | | | |
| 2 | 1 | 532.41 | | | | | | |
| | 2 | 425.92 | | | | | | |
| | 3 | 283.95 | | | | | | |
| | | | | | | | | |

Attachment 2 Notification Letter

NOVA Gas Transmission Ltd. Non-Critical Notice

Notice Type:

Other

Effective Date:

November 1, 2004

Subject:

Pressure, Temperature Service – Princess A Compressor Facility

This is to inform you that a customer has approached TransCanada with a request for TransCanada to modify our system operation. TransCanada continually optimizes the pipeline system and based on current conditions would generally not operate in the mode requested by the customer to move requested volumes. Therefore, the customer requesting the operational modifications will be charged the incremental costs associated with TransCanada's change in operation. As a result, typical operating conditions will change at receipt locations as per the table in attachment 1. The proposed area affected can been seen on the map in attachment 2.

Please review this information and if you feel you will be negatively effected by this change please notify your TransCanada Sales Representative in writing with the nature and magnitude of the impact. TransCanada will review all information submitted by Customers in consideration of this service requirement. Please note the information you provide will upon request be treated as privileged and confidential.

TransCanada would like to implement this request as soon as possible, therefore, please respond within 10 calendar days. If you have any questions please call your Customer Sales Representative, or alternatively Dave Schultz at 920-5574.

ATTACHMENT 1

| | Maximum | Historical | Historical | Predicted | Predicted |
|---------------------------------|----------|-------------|------------|-------------|-----------|
| | Contract | Pressure | Typical | Pressure | Typical |
| | Pressure | Range | Pressure | Range | Pressure |
| | (kPa) | (kPa) | (kPa) | (kPa) | (kPa) |
| 12 Mile Coulee | 6895 | 5730 - 6045 | 5890 | 5545 - 5665 | 5615 |
| Alderson | 6205 | 5565 - 5860 | 5730 | 5385 - 5510 | 5460 |
| Alderson North | 6205 | 5010 - 5410 | 5210 | 4365 - 4619 | 4515 |
| Alderson South | 6205 | 5575 - 5865 | 5745 | 5385 - 5510 | 5460 |
| Bantry | 6205 | 5300 - 5615 | 5470 | 4745 - 4945 | 4865 |
| Bassano South | 6895 | 5580 - 6110 | 5905 | 4850 - 5100 | 5000 |
| Bassano South 2 | 6895 | 5560 - 6100 | 5885 | 4850 - 5100 | 4995 |
| Carseland | 6165 | 5285 - 5780 | 5535 | 5362 - 5857 | 5610 |
| Cavalier | 7200 | 6240 - 6905 | 6595 | 5455 - 5670 | 5585 |
| Chancellor Storage Receipt | 6165 | 5085 - 5560 | 5325 | 5022 - 5497 | 5260 |
| Countess Duchess | 6205 | 5125 - 5650 | 5355 | 4435 - 4710 | 4600 |
| Countess Makepeace | 6618 | 5440 - 6000 | 5780 | 4665 - 4925 | 4820 |
| Countess West | 6205 | 5165 - 5750 | 5430 | 4490 - 4765 | 4650 |
| Crossfield East Storage Receipt | 6895 | 5320 - 5945 | 5700 | 5390 - 6015 | 5770 |
| Deadrick Creek | 6205 | 5290 - 5890 | 5565 | 5320 - 5920 | 5595 |
| Gem South | 7240 | 4855 - 5505 | 5230 | 4025 - 4330 | 4210 |
| Gem West | 6205 | 5140 - 5575 | 5365 | 4305 - 4590 | 4475 |
| Gleichen | 6895 | 5840 - 6350 | 6160 | 5140 - 5370 | 5275 |
| Gregory | 6205 | 4785 - 5520 | 5140 | 3905 - 4225 | 4095 |
| Gregory West | 6205 | 4675 - 5385 | 5015 | 3860 - 4185 | 4055 |
| Harmattan East | 6205 | 5160 - 5910 | 5450 | 5203 - 5953 | 5495 |
| Harmattan Elkton | 6205 | 5255 - 5910 | 5520 | 5298 - 5953 | 5565 |
| Kersey | 6165 | 5240 - 5700 | 5490 | 5265 - 5725 | 5515 |
| Lone Pine Creek | 6205 | 5280 - 5850 | 5550 | 5348 - 5918 | 5620 |
| Lone Pine Creek South | 6205 | 5380 - 5935 | 5655 | 5407 - 5962 | 5680 |
| Makepeace North | 6205 | 5310 - 5990 | 5760 | 4705 - 4960 | 4855 |
| Matzhiwin Northeast | 6205 | 5130 - 5655 | 5375 | 4967 - 5492 | 5210 |
| Matzhiwin South | 6205 | 5205 - 5890 | 5570 | 4660 - 4925 | 4820 |
| Matzhiwin West | 6205 | 5170 - 5770 | 5445 | 5009 - 5609 | 5285 |
| Netook | 6895 | 5410 - 5985 | 5670 | 5440 - 6015 | 5700 |
| Nightingale | 6165 | 5250 - 5760 | 5505 | 4090 - 4380 | 4260 |
| Olds | 6205 | 5375 - 5970 | 5650 | 5405 - 6000 | 5680 |
| Patricia | 6205 | 4535 - 5270 | 4830 | 3710 - 4045 | 3910 |
| Patricia West | 6205 | 5455 - 6020 | 5770 | 5095 - 5340 | 5240 |
| Princess West | 6205 | 4155 - 4815 | 4490 | 3505 - 3855 | 3715 |
| Rockyford | 6205 | 5300 - 5745 | 5525 | 4090 - 4390 | 4270 |
| Rosemary | 6205 | 5140 - 5675 | 5390 | 4465 - 4740 | 4630 |
| Rosemary North | 6205 | 4770 - 5465 | 5145 | 4025 - 4335 | 4210 |
| Seiu Creek | 6205 | 5150 - 5600 | 5390 | 5102 - 5552 | 5340 |
| Serviceberry Creek | 6205 | 5080 - 5660 | 5455 | 4090 - 4385 | 4265 |
| Severn Creek Storage Receipt | 6165 | 5160 - 5655 | 5425 | 5130 - 5625 | 5395 |
| South Elkton | 6205 | 5255 - 5860 | 5500 | 5292 - 5897 | 5535 |
| Standard | 6500 | 5440 - 5935 | 5685 | 4340 - 4620 | 4505 |
| Tilley | 6205 | 5405 - 5645 | 5535 | 4945 - 5125 | 5055 |

| Tilley S. #2 | 8450 | 5715 - 6015 | 5870 | 5450 - 5600 | 5540 |
|----------------------|------|-------------|------|-------------|------|
| Tudor | 6205 | 5080 - 5660 | 5455 | 4090 - 4385 | 4265 |
| Verger | 6205 | 5055 - 5810 | 5435 | 4500 - 4775 | 4665 |
| Verger Homestead | 6205 | 4565 - 5280 | 4835 | 4355 - 5070 | 4625 |
| Verger-Millicen | 6205 | 4530 - 5315 | 4865 | 3785 - 4110 | 3980 |
| Wintering Hills | 6205 | 5295 - 5885 | 5690 | 4660 - 4920 | 4815 |
| Wintering Hills East | 6205 | 4960 - 5475 | 5215 | 4839 - 5354 | 5095 |

ATTACHMENT 2

MAP OF AFFECTED AREA

