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SENT VIA EMAIL ONLY

October 27, 2004

Ms. Céline Bélanger **TransCanada PipeLines Limited** 450 – 1st Street SW Calgary, AB T2P 5H1

Dear Ms. Bélanger:

APPLICATION NO. 1364840 NOVA GAS TRANSMISSION LTD. (NGTL) GAS TRANSPORTATION TARIFF (TARIFF) UPDATED TABLE OF RATES, TOLLS AND CHARGES PRESSURE/TEMPERATURE SERVICE (PT SERVICE)

NGTL's filing of an update to the above-noted Tariff, Attachment 1 to your letter dated October 14, 2004, is accepted as a filing for information. It is noted that Attachment 1 incorporates a new PT Schedule of Service.

The EUB also notes NGTL's submission that the charge for service was determined in accordance with the methodology that the EUB approved in Order U2004-136. NGTL further submitted that the PT Rate was based on a fixed operating and maintenance charge of \$1,980.00/day. In addition, there will be a charge for the 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, as defined in the PT Rate Schedule.

The Board acknowledges NGTL's submission that NGTL has not received any objections to the requested PT Service. As noted by the Board in Order U2004-136, PT service will have lower priority than firm and interruptible service and the Board considers this, and the limitations of the service in regards to pressure, temperature, capacity and contractual considerations, to be reasonable as it will not undermine the security of supply on the NGTL system.

It is understood that NGTL has provided notice of the requested PT Service to shippers located at receipt and delivery points upstream of the Princess "A" compressor station and to members of the Tolls, Tariff, Facilities and Procedures Committee (TTFP) by facsimile, e-mail and via the TransCanada Alberta System website. NGTL is directed to advise shippers and the TTFP of the acceptance of the requested PT Service in similar fashion.

Yours truly,

<Original signed by>

Wade Vienneau Manager – Calgary Office, Utilities Branch