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

Notice

NOTICE OF APPLICATION APPLICATION NO. 1392296 NOVA GAS TRANSMISSION LTD. 2005-2007 REVENUE REQUIREMENT SETTLEMENT

Take Notice that NOVA Gas Transmission Ltd. (NGTL), a wholly owned subsidiary of TransCanada Pipelines Limited (TransCanada) applied to the Alberta Energy and Utilities Board (Board) by letter dated March 21, 2005, for approval of its 2005-2007 Revenue Requirement Negotiated Settlement Application (Settlement).

Particulars of the Application

The Settlement encompasses all elements of NGTL's revenue requirement but does not extend to any rate design, accountability, services or competitive issues. The Settlement establishes methodologies for calculation of the 2005, 2006 and 2007 Alberta System revenue requirements, based on fixed and flow-through cost components and the use of deferral accounts.

NGTL submitted that the Settlement results from and reflects compromises by the participants respecting varying interests and positions. Consequently, NGTL submitted that the Settlement be viewed in its entirety.

Background

On August 18, 2004, the Board issued Decision 2004-077 approving NGTL's request to commence negotiated settlement discussions with respect to NGTL's revenue requirement provided that the settlement period not exceed three years commencing January 1, 2005.

On December 15, 2004, NGTL filed its 2005 GRA Phase I and advised the Board that settlement negotiations were continuing. On March 15, 2005, NGTL advised the Board that the Settlement had been executed. On March 18, 2005 the Board approved the withdrawal of the 2005 GRA Phase I on the basis that the withdrawal be effective concurrent with the filing of the Settlement Application. On March 29, 2005 the Board issued a letter acknowledging the receipt of the Settlement Application and accepted the withdrawal of the 2005 GRA Phase I Application.

Additional Information

To obtain additional information concerning the Application, contact:

NOVA Gas Transmission Ltd. c/o Celine Belanger Vice President, Regulatory Services 450-1st Street SW Calgary, Alberta T2P 5H1 Telephone: (403) 920-7184

Telephone: (403) 920-7184 Facsimile: (403) 920-2347

Email: celine_belanger@transcanada.com
alberta_system@transcanada.com

Submissions to the EUB can be sent via electronic mail at <u>EUB.UTL@gov.ab.ca</u> referencing Application No. 1392296. Copies of the Application are available for viewing through the IAR Query link on the Applications page of the EUB website or by linking to: <u>EUB View Application No. 1392296</u>.

For information about EUB procedures contact:

Lisa Kelly, Utilities Branch, Calgary Office

Telephone: (403) 297-8797 Email: <u>lisa.kelly@gov.ab.ca</u>

To File an Objection or Interest

In the absence of a valid objection(s), the Board may continue to process the Application without further notice.

Any party wishing to register an interest, or an objection, should do so in writing by **April 8**, **2005**, setting out their name, address, and reasons for objecting to the Application. Please submit registrations and objections to the addresses noted above **and electronically** to the Board at EUB.UTL@gov.ab.ca. Notification regarding either scheduling or process will be provided only to registered parties.

Parties to this proceeding should comply with the Board's general electronic filing guidelines, which require that all e-mails clearly indicate in the "subject" line, the relevant application number, the date, the nature of the submission and the party making the submission.

If you have any questions or concerns, please contact Lisa Kelly at (403) 297-8797or by email at lisa.kelly@gov.ab.ca.

Issued at Calgary, Alberta on March 29, 2005.

ALBERTA ENERGY AND UTILITIES BOARD Douglas A. Larder, General Counsel