

TransCanada PipeLines Limited 450 - 1st Street, S.W. Calgary, Alberta T2P 5H1

Filed Electronically

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September 14, 2007

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

Attention: Mr. Don Popowich

Application Officer

Dear Sir:

Re: NOVA Gas Transmission Ltd. ("NGTL")

Carbon Dioxide ("CO₂") Management Service ("CO₂ Service")

Semi-annual CO₂ Service Report

Application No. 1253457; File No. 1607-2

In accordance with Decision 2002-084, issued by the Alberta Energy and Utilities Board ("Board") on September 24, 2002, NGTL is filing the semi-annual CO₂ Service report. Under Section 5.4 of the CO₂ Service Application, NGTL committed to recording and electronically posting on a monthly basis, the amount of CO₂ on the Alberta System, the aggregate amount of Excess CO₂¹ received by NGTL, and the aggregate amount of CO₂ removed under the CO₂ Service and reporting this information on a semi-annual basis to the Tolls, Tariff and Procedures Committee ("TTP"), predecessor to the Tolls, Tariff, Facilities and Procedures Committee ("TTP") and the Board.

Attachment 1 to this letter is a table that provides the monthly average level of CO_2 on the Alberta System and the monthly average aggregate amount of Excess CO_2 received by NGTL for the months of February 2007 through August 2007. Since February 2007, the average aggregate amount of Excess CO_2 received by NGTL has been below the stipulated CO_2 Service Cap level of 155 10^3m^3 /d. NGTL currently contracts for CO_2 removal and in the six months beginning February 1, 2007, the volume of expensed CO_2 removal has averaged 13.1 10^3m^3 /d.

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¹ Excess CO₂ is defined as the volume of CO₂ in excess of 2% contained in gas receipts with a CO₂ concentration exceeding 2%.

Page 2 Mr. D. Popowich September 14, 2007

The semi-annual CO₂ Service report was presented to the TTFP on September 11, 2007. Attachment 2 to this letter is a copy of the TTFP presentation.

Please direct all notices and communications regarding this matter to Greg Szuch by e-mail at greg_szuch@transcanada.com and alberta_system@transcanada.com, or by phone at (403) 920-5321.

Yours truly,

NOVA Gas Transmission Ltd.

A wholly owned subsidiary of TransCanada PipeLines Limited

Original Signed By Alex Harris for

Norm Bowman Director, Regulatory Services

cc: Interested Party List, Proceeding 1253457

Tolls, Tariff, Facilities and Procedures Committee

Alberta System CO₂ Levels (10³m³/d) February 2007 to July 2007

	Feb	Mar	Apr	May	Jun	July
Monthly average aggregate amount of Excess CO ₂ on the Alberta System	140	136	132	112	115	114
Excess CO ₂ Removed from Alberta System	5	5	5	12	30	21
Monthly Average Level of CO ₂ on Alberta System	0.86%	0.86%	0.87%	0.86%	0.86%	0.85%



Talle Tariff Facilities & Procedures Committee

Tolls, Tariff, Facilities & Procedures Committee
September 11, 2007

TransCanada

In business to deliver

