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November 25, 2008

Alberta Utilities Commission
4th Floor, 425 – 1st Street S.W.
Calgary, Alberta
T2P 3L8

Filed Electronically

Attention: Mr. Wade Vienneau, Executive Director – Utilities

Dear Sir:

**Re: NOVA Gas Transmission Ltd. (“NGTL”)
Rule 018 – Negotiated Settlement Rules
Request to Negotiate**

Pursuant to the Alberta Utilities Commission’s (“AUC”) Rule 018 and NGTL’s established practice, NGIL requests approval to commence negotiations on Issue T2008-04, Hidden Lake Area Streaming Modifications and Additions. The Tolls, Tariff, Facilities and Procedures Committee (“TTFP”) adopted this non-routine issue on November 18, 2008.

Issue T2008-04 was adopted for the purpose of evaluating Hidden Lake area streaming modifications and additions (also referred to as the Northwest Streaming Proposal presented by NGIL in the North Central Corridor (“NCC”) proceeding) in conjunction with the in-service of the NCC facilities in 2010. The facility modifications and additions would result in the streaming of richer gas supplies toward the existing straddle plants and lean gas supplies toward the NCC, thereby reducing the amount of natural gas liquids contained within the gas stream for consumption in end use markets. Determination will be made with respect to recovery of capital and operating costs should the TTFP support the facilities.

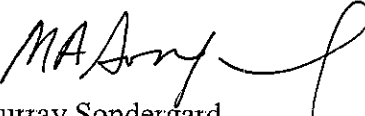
In the NCC proceeding, NGIL committed to further evaluate this proposal and promptly bring it to the TTFP for stakeholder discussion. In NCC Decision 2008-095, issued on October 10, 2008, the AUC indicated that it sees merit in NGIL’s proposal to discuss streaming alternatives in the TTFP process.¹

¹ AUC Decision 2008-095; NGIL NCC Application; October 10, 2008; page 40.

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Mr. W. Vienneau

Please direct all notices and communications regarding this matter to Stella Morin by e-mail at stella_morin@transcanada.com and alberta_system@transcanada.com, or by phone at (403) 920-6844.

Yours truly,
NOVA Gas Transmission Ltd.
A wholly owned subsidiary of TransCanada PipeLines Limited


Murray Sondergard
Director, Regulatory Services

cc: Tolls, Tariff, Facilities and Procedures Committee
Alberta System Shippers