

INTERIM TOLLS EFFECTIVE JUNE 1, 1999

CALCULATION OF INTERRUPTIBLE TRANSPORTATION EAST/WEST DIFFERENTIAL  
FOR TOLLS EFFECTIVE JUNE 1, 1999

LINE NO.	PARTICULARS	SOUTHERN ROUTE (9)		DIFFERENCE
		GLGT & Union Overrun		
	(a)	EASTERN ZONE (b)	MANITOBA ZONE (c)	(d)
	<u>COSTS</u>			
1	Marginal Fuel (1) West	8.00%	8.00%	
2	GLGT (2)	4.55%		
3	Union (3)	0.49%		
4	Average Fuel Ratio (4)	<u>(7.67%)</u>	<u>(2.33%)</u>	
5	Incremental Fuel	5.37%	5.67%	
6	Cost of Gas (5) (\$/GJ)	0.1218	0.1286	(0.0068)
	Great Lakes Overrun Costs:			
7	Eastern Zone (6)	0.3712	n/a	
8	Refund to Shipper (7)	<u>0.2339</u>	<u>n/a</u>	
9	Net GLGT Overrun (\$/GJ)	0.1374	0.0000	0.1374
10	Union Overrun (8) (\$/GJ)	0.0851	0.000	0.0851
11	Commodity (\$/GJ)	0.03569	0.01098	0.0247
12	Total Cost (\$/GJ)	<u>0.3800</u>	<u>0.1396</u>	<u>0.2404</u>
13	Eastern Zone: 100% LF Toll	0.9365	(\$/GJ)	
14	200% LF Toll	0.4861	(\$/GJ)	

- (1) Marginal fuel is the fuel required to transport one additional unit of gas.
- (2) This is the Average GLGT Fuel Rate posted from June 1998 to May 1999.
- (3) This is the Average Union Fuel Rate from June 1998 to May 1999.
- (4) The fuel ratio is the average amount of fuel supplied by a shipper for transportation of one unit of gas (Average from June 1998 to May 1999).
- (5) The cost of gas (\$2.2684/GJ) is the average monthly Alberta Spot Price at Empress for the months of May 1998 to April 1999 as reported in the Canadian Gas Price Reporter, April 1999.
- (6) The Great Lakes overrun rate is based on the overrun rate of US \$0.25216/Dth (140% Load Factor) plus ACA of \$0.00220/Dth converted at an exchange rate of 0.6494 for the Canadian dollar based on the 1999 Tolls Application.
- (7) The refund represents 90% of the revenue returned to TransCanada for shipping a 70% share of the volumes on the GLGT system.
- (8) The Union overrun rate is charged to TransCanada for transportation from Dawn to Parkway as of January 1, 1999.
- (9) This represents the % of the volume that goes through the southern route to the Eastern Zone based on the assumption that IT flows through the south only.