

CALCULATION OF INTERRUPTIBLE TRANSPORTATION EAST/WEST DIFFERENTIAL
FOR INTERIM TOLLS EFFECTIVE JANUARY 1, 2001

LINE NO.	PARTICULARS	SOUTHERN ROUTE (9)		DIFFERENCE
		GLGT & Union Overrun		
	(a)	EASTERN ZONE (b)	MANITOBA ZONE (c)	(d)
COSTS				
1	Marginal Fuel (1) West	6.65%	6.65%	
2	GLGT (2)	4.40%		
3	Union (3)	0.56%		
4	Average Fuel Ratio (4)	<u>(7.38%)</u>	<u>(2.27%)</u>	
5	Incremental Fuel	4.23%	4.38%	
6	Cost of Gas (5) (\$/GJ)	0.1160	0.1201	(0.0041)
Great Lakes Overrun Costs:				
7	Eastern Zone (6)	0.3496	n/a	
8	Refund to Shipper (7)	<u>0.2202</u>	<u>n/a</u>	
9	Net GLGT Overrun (\$/GJ)	0.1293	0.0000	0.1293
10	Union Overrun (8) (\$/GJ)	0.0851	0.000	0.0851
11	Commodity (\$/GJ)	0.04179	0.01283	0.0290
12	Total Cost (\$/GJ)	<u>0.3723</u>	<u>0.1330</u>	<u>0.2393</u>
13	Eastern Zone: 100% LF Toll	1.0091	(\$/GJ)	
14	(80% of 100% LF) 125% LF Toll	0.8073	(\$/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 January 1999 to December 1999.
- (3) This is the Average Union Fuel Rate from January 1999 to December 1999.
- (4) The fuel ratio is the average amount of fuel supplied by a shipper for transportation of one unit of gas (Average from January 1999 to December 1999).
- (5) The cost of gas (\$2.7431/GJ) is the average monthly Alberta Spot Price at Empress for the months of November 1998 to October 1999 as reported in the Canadian Gas Price Reporter, October 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 0.6897 for the Canadian dollar based on the 2000 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 calculation through the southern route to the Eastern Zone based on the assumption that IT flows through the south only.