National Energy Board



Office national de l'énergie

File A-TT-FT-TCP 21 (4200-T001-21) 28 April 2006

Ms. Céline Bélanger Vice President, Regulatory Services TransCanada PipeLines Limited 450 First Street S.W. Calgary AB T2P 5H1 Facsimile (403) 920-2347 Mr. C. Kemm Yates, Q.C. Stikeman Elliott LLP 4300 Bankers Hall West 888 Third Street S.W. Calgary AB T2P 5C5 Facsimile (403) 266-9034

Dear Ms. Bélanger and Mr. Yates:

TransCanada PipeLines Limited (TransCanada)
Application for Approval of a Negotiated Settlement of 2006 Mainline Tolls
As Supported by Unopposed Tolls Task Force (TTF) Resolution 04.2006

On 31 March 2006, the Board sought comments from interested parties on TransCanada's application dated 15 March 2006 for approval of a negotiated settlement of 2006 Mainline Tolls (Settlement) and supporting unopposed TTF Resolution 04.2006. Comments in support of the application were received from the Canadian Association of Petroleum Producers, Nexen Marketing, Société en commandite Gaz Métro and Enbridge Gas Distibution Inc.

The Board has decided to approve TransCanada's Settlement and TTF Resolution 04.2006 as filed. Attached is Order TG-05-2006 which gives effect to this decision.

TransCanada is directed to serve a copy of this letter and the enclosed Order on all parties to the RH-2-2004 proceeding, its TTF Members and Mainline shippers.

Yours truly,

Michel L. Mantha

Secretary

Attachment

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444 Seventh Avenue SW

c.c. Mr. Barry Jardine, The Canadian Association of Petroleum Producers, Facsimile (403) 261-4622

Ms. Diane Cameron, Nexen Marketing Facsimile (403) 261-4333

Mr. Louis-Charles Ratelle, Société en commandite Gaz Métro Facsimile (514) 598-3725

Mr. Patrick Hoey, Enbridge Gas Distribution Inc. Facsimile (416) 495-6072



ORDER TG-05-2006

IN THE MATTER OF the *National Energy Board Act* (Act) and the Regulations made thereunder; and

IN THE MATTER OF an application filed with the National Energy Board (Board) under File A-TT-FT-TCP 21 (4200-T001-21) by TransCanada PipeLines Limited (TransCanada) dated 15 March 2006, for approval of a negotiated settlement of 2006 Mainline tolls pursuant to Part IV of the Act and the NEB *Revised Guidelines for Negotiated Settlements of Traffic, Tolls and Tariffs*.

BEFORE the Board on 28 April 2006.

WHEREAS TransCanada filed an application dated 10 November 2005 for Mainline interim tolls effective 1 January 2006, in accordance with Tolls Task Force (TTF) Resolution 21.2005;

AND WHEREAS the Board approved TransCanada's 10 November 2005 application, and issued Order TGI-02-2005 dated 2 December 2005 authorizing Mainline interim tolls effective 1 January 2006;

AND WHEREAS the Board issued Order AO-1-TGI-02-2005 on 16 February 2006, which terminated the interim tolls made effective under Order TGI-02-2005 and authorized the Mainline interim tolls contained in TransCanada's 8 February 2006 application effective 1 March 2006;

AND WHEREAS TransCanada filed an application on 15 March 2006 requesting that the interim tolls made effective by Order AO-01-TGI-02-2005 now be made final in accordance with the negotiated settlement of 2006 Mainline Tolls (Settlement) and unopposed TTF Resolution 04.2006;

AND WHEREAS on 31 March 2006, the Board solicited comments from interested parties and comments were received from the Canadian Association of Petroleum Producers, Nexen Marketing, Société en commandite Gaz Métro and Enbridge Gas Distibution Inc., all in support of the 15 March 2006 application;

AND WHEREAS the Board has considered TransCanada's application dated 15 March 2006 and comments received, with reference to the Board's *Revised Guidelines for Negotiated Settlements of Traffic, Tolls and Tariffs*;



AND WHEREAS the Board is satisfied that TransCanada's applied-for tolls for 2006 which are to be calculated in accordance with the Settlement are just and reasonable;

THEREFORE, IT IS ORDERED, pursuant to Part IV of the Act, that:

- 1. TransCanada's Mainline 2006 interim tolls, which were made effective under Toll Order AO-01-TGI-02-2005, are hereby made final;
- 2. The Settlement and TTF Resolution 04.2006 are approved as filed; and
- 3. TransCanada is directed to refund or recover that part of the tolls charged by TransCanada from 1 January 2006 to 28 February 2006 under Order TGI-02-2005, that is either greater or less than the tolls determined by the Board to be just and reasonable in this Order, together with carrying charges on the amounts so refunded or recovered calculated in accordance with the Settlement.

NATIONAL ENERGY BOARD

Michel L. Mantha

Secretary