



Files 4775-T054-1 and 4400-T054-1  
29 July 2005

Ms. Céline Bélanger  
Vice President, Regulatory Services  
TransCanada PipeLines Limited  
450 - 1<sup>st</sup> Street S.W.  
Calgary, AB T2P 5H1  
Facsimile (403) 920-2347

Dear Ms. Bélanger:

**TransCanada Pipelines Limited (TransCanada) B.C. System  
Application for Final 2004 Rates and Final 2005 Rates  
Board Orders TGI-10-2003 and TG-11-2004**

The National Energy Board has completed its consideration of TransCanada's application, dated 30 June 2005, requesting that its interim tolls, authorized by Orders TGI-10-2003 and TG-11-2004 be approved as final tolls for 2004 and 2005.

Please find enclosed Order TG-04-2005 approving TransCanada's application, as filed. The Board notes that only one letter of comment was received by TransCanada in relation to its application. That letter, from the Canadian Association of Petroleum Producers (CAPP) dated 21 July 2005, stated that CAPP had "no objections to the TransCanada proposal for final rates on its B.C. System for 2004 and 2005 as described in its request dated June 30."

TransCanada is directed to serve forthwith a copy of this letter on all B.C. System shippers and interested parties.

Yours truly,

A handwritten signature in black ink, appearing to read "Mantha", with a long horizontal line extending to the right.

Michel L. Mantha  
Secretary

Attachment

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



**ORDER TG-04-2005**

**IN THE MATTER OF** the *National Energy Board Act*  
and the regulations made thereunder;

**AND IN THE MATTER OF** an application filed with the  
National Energy Board on 30 June 2005 by TransCanada  
PipeLines Limited (TransCanada) for Final 2004 and Final  
2005 Rates on its B.C. System.

**BEFORE** the Board on 29 July 2005.

**WHEREAS** by Application dated 15 December 2003, TransCanada applied under  
section 60(1)(a) of the *National Energy Board Act* (Act) for approval for interim rates and  
charges for the TransCanada B.C. System effective 1 January 2004;

**AND WHEREAS** on 30 December 2003 the Board issued Order TGI-10-2003 approving  
interim tolls for TransCanada's B.C. System reflecting the revenue requirement contained in the  
15 December 2003 application less an amount of \$558,000 pending the approval by the Board of  
final rates and charges for 2004;

**AND WHEREAS** on 27 October 2004, TransCanada filed an application for approval of 2004  
Final Rates on its B.C. System;

**AND WHEREAS** by letter dated 22 November 2004, the Board postponed its decision with  
respect to 2004 Final Rates pending its disposition of an application by the Canadian Association  
of Petroleum Producers (CAPP) for review of the Board's RH-2-2004 – Phase I Decision;

**AND WHEREAS** on 1 December 2004 TransCanada applied under sections 60(1)(a) and 55(1)  
of the Act for interim rates and charges for transportation on its B.C. System effective  
1 January 2005;

**AND WHEREAS** on 23 December 2004, the Board issued Order TG-11-2004 approving  
interim rates and charges effective 1 January 2005 for TransCanada's B.C. System reflecting the  
revenue requirement contained in the 1 December 2004 application pending approval of Final  
Rates and Charges for 2005;

.../2

**AND WHEREAS** on 30 June 2005, TransCanada applied pursuant to Part IV of the Act for Final Rates and Charges for 2004 and 2005 on its B.C. System noting that CAPP had withdrawn its request for a review of the Board's RH-2-2004 Phase I Decision with respect to long-term incentive compensation (LTIC) costs and that the Board in its RH-R-1-2005 Decision had determined that no further consideration of 2004 LTIC costs was required;

**AND WHEREAS** on 12 July 2005, the Board sought comments on TransCanada's 30 June 2005 application and received only one letter of comment from CAPP in support of TransCanada's application;

**AND WHEREAS** the Board is satisfied that TransCanada's B.C. System tolls for the years 2004 and 2005 are just and reasonable;

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

1. The Interim Rates and Charges on TransCanada's B.C. System that were authorized by Order TGI-10-2003 for 2004 and Order TG-11-2004 for 2005 are hereby approved as Final Rates and Charges for 2004 and 2005 respectively.

NATIONAL ENERGY BOARD

A handwritten signature in black ink, appearing to read 'Mantha', with a long horizontal line extending to the right.

Michel L. Mantha  
Secretary