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September 17, 2010

Ontario Energy Board P.O. Box 2319 2300 Yonge Street, 27th Floor Toronto, Ontario M4P 1E4 Filed electronically Original by Courier

Attention: Ms. Kristen Walli Board Secretary

Dear Ms. Walli:

Re: Review of Electricity Distribution Cost Allocation Policy

Ontario Energy Board ("Board")

File No. EB-2010-02-19

TransCanada Energy Ltd. ("TransCanada Energy")

Letter of Intent to Participate

The Board in its September 2, 2010 letter initiated a consultation process to review its electricity distribution cost allocation policy and to consider updating and refining elements of the policy. TransCanada Energy seeks the opportunity to participate in this review process.

TransCanada Energy is a participant in the Ontario electricity market with significant ownership interests in electrical generation assets including the Portland Energy Centre, the Halton Hills Generating Station and Bruce Power. TransCanada Energy is particularly interested in the issue of Load Displaced Generation and how it and the costs associated with it may affect generation interests. Any regulatory policies and measures resulting from this consultation has the potential to affect the business interests and operations of TransCanada Energy.

TransCanada Energy has not yet determined the full extent of its involvement in the review but intends to participate in the stakeholder conference scheduled for November 18, 2010.

TransCanada does not intend to seek an award of costs for its participation in this proceeding.

Page 2 September 17, 2010 Ms. Kristen Walli, Board Secretary

Please direct all correspondence regarding this proceeding to the following:

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Yours truly, TransCanada Energy Ltd.

Original Signed by Joel Forrest

for

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