

450 - 1st Street S.W. Calgary, Alberta T2P 5H1

Direct Phone: 403.920.6237 Fax: 403.920.2347 Email: patrick_keys@transcanada.com

June 6, 2008

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

Attention: Ms. Kirsten Walli

Board Secretary

Dear Ms. Walli:

Re: Proceeding on Commodity Pricing, Load Balancing and Cost Allocation Methodologies for Natural Gas Distributors in Relation to Regulated Gas Supply Ontario Energy Board File No. EB-2008-0106 TransCanada PipeLines Limited ("TransCanada") Request for Intervenor Status

The Ontario Energy Board ("OEB" or "Board") in its May 29, 2008 letter initiated a proceeding to determine methodologies for commodity pricing, load balancing and cost allocation for Ontario natural gas distributors. TransCanada requests intervenor status in this proceeding.

TransCanada owns and operates a high pressure natural gas transmission system which extends from Alberta across Saskatchewan, Manitoba and Ontario, through a portion of Quebec, and connects to various downstream Canadian and international pipelines (the "Mainline"). TransCanada transports natural gas on the Mainline for others for use in the Canadian domestic market and for export from Canada to the United States. The National Energy Board regulates TransCanada's operation of the Mainline.

TransCanada has a direct interest in the development of the methodologies used by natural gas utilities in Ontario which will be considered in this proceeding. TransCanada is a customer of Union Gas Limited ("Union"). Union and Enbridge Gas Distribution Inc. ("Enbridge") are also large domestic customers on the Mainline.

The Board stated in the Notice that it intends to review and standardize the QRAM methodology for Union and Enbridge. TransCanada's Mainline tolls and fuel ratios are part of the QRAM

Page 2 June 6, 2008 Ms. Walli, Board Secretary

calculation process. The Board also stated in the Notice that it intends to review and standardize the methodology for load balancing. Any changes to the utilities' load balancing methodology could affect how TransCanada operates the Mainline and the services that TransCanada offers. TransCanada is also interested in ensuring that deliveries and consumption of gas are appropriately balanced to maintain the safe, secure, efficient and reliable operation of the Mainline and the distribution networks.

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

The names, mailing and electronic addresses, telephone and facsimile numbers of TransCanada's representatives for this process are:

Mr. James Bartlett

Manager, Regulatory Research & Analysis

Telephone: (403) 920-7165 Facsimile: (403) 920-2347

E-mail: jim_bartlett@transcanada.com;

transcanada_mainline@transcanada.com

Mailing address: 450 – 1st Street S.W. Calgary, Alberta T2P 5H1

Mr. Murray Ross

Telephone: (416) 869-2110 Facsimile: (416) 869-2119

Email: murray ross@transcanada.com

Mailing address: 55 Yonge Street, 8th Floor Toronto, Ontario M5E 1J4

Yours truly,

TransCanada PipeLines Limited

[ORIGINAL SIGNED BY]

Patrick M. Keys Vice President, Pipelines Law and Regulatory Research

cc: Patrick Hoey, Enbridge Gas Distribution Inc.

Mark Kitchen, Union Gas Limited

Chuck Hindley, Natural Resource Gas Limited

Ms. Nadine Berge Senior Legal Counsel Law and Regulatory Research

Telephone: (403) 920-6253 Facsimile: (403) 920-2357

E-mail: nadine_berge@transcanada.com

Mailing address: 450 – 1st Street S.W.

Calgary, Alberta T2P 5H1