

June 5, 2007

BY E-MAIL AND REGULAR MAIL

Ms. Kirsten Walli
Board Secretary
Ontario Energy Board
P.O. Box 2319
2300 Yonge Street, 27th Floor
Toronto, Ontario M4P 1E4

Dear Ms. Walli:

**Re: Enbridge Gas Distribution Inc. ("Enbridge") and Union Gas Limited ("Union")
Rates for 2008
Board File No. EB-2007-0606/EB-2007-0615**

We are counsel to TransAlta Cogeneration L.P. and TransAlta Energy Corp. ("TransAlta") in the above-mentioned proceeding. TransAlta hereby requests that the Board grant TransAlta status as full intervenor in the above-mentioned proceeding.

In this proceeding, the Board has combined the applications of Enbridge and Union for a multi-year incentive rate mechanism to determine rates for the regulated distribution, transmission and storage of natural gas, to be effective January 1, 2008.

Description of TransAlta

In Ontario, TransAlta Energy Corp. owns a 575 MW gas-fired electricity plant in Sarnia, and is the majority owner of TransAlta Power L.P. which owns three gas-fired cogeneration plants: 68 MW in Windsor, 108 MW in Mississauga, and 68 MW in Ottawa. TransAlta therefore has a direct interest in any proceeding which would impact the price of electricity in Ontario, including any increases in the cost of delivery of natural gas.

Procedure

TransAlta requests the right to intervene in this proceeding, to appear by or with counsel, to cross-examine on all matters raised during this hearing that may relate to its interests, to adduce evidence on specific matters of its choice related to this application, and to present argument.

TransAlta's preference is for an oral hearing to ensure that the process allows a complete and thorough review of the issues raised by this proceeding, given its significance to the electricity industry.

TransAlta requests that the Board, Enbridge, Union and any other intervenors provide it and its counsel with copies of all evidence and correspondence related to this application.

Eligibility for Costs

The state of the application to date is not sufficient to determine whether special circumstances may be present in this proceeding. TransAlta therefore reserves the right to apply for eligibility should special circumstances arise as this proceeding develops.

Communications

Please direct all communications relating to EB-2007-0606/EB-2007-0615 to:

TRANSALTA COGENERATION L.P. AND TRANSALTA ENERGY CORP. Box 1900, Station "M" 110-12th Avenue S.W. Calgary, Alberta T2P 2M1 Attention: Sandy O'Connor Telephone: (403) 267-7638 Facsimile: (403) 267-2575 Email: sandy_o'connor@transalta.com Attention: Rob Findlay Telephone: (403) 267-6947 Facsimile: (403) 267-6906 Email: rob_findlay@transalta.com Attention: Pete Serafini Telephone: (403) 267-7110 Facsimile: (403) 267-6905 Email: pete_serafini@transalta.com	MACLEOD DIXON LLP Toronto Dominion Centre Canadian Pacific Tower 100 Wellington Street W., Suite 500 P.O. Box 128 Toronto, Ontario M5K 1H1 Attention: Elisabeth (Lisa) DeMarco Tel: (416) 203-4431 Fax: (416) 360-8277 Email: elisabeth.demarco@macleoddixon.com Attention: Heather Landymore Tel: (416) 202-6702 Fax: (416) 360-8277 Email: heather.landymore@macleoddixon.com Attention: Nicki Pellegrini Tel: (416) 203-4466 Fax: (416) 360-8277 Email: nicki.pellegrini@macleoddixon.com
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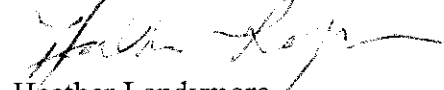
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Please do not hesitate to contact the undersigned if you have any questions.

Yours truly,

MACLEOD DIXON LLP



Heather Landymore

- c. Sandy O'Connor, TransAlta (*via email*)
- Rob Findlay, TransAlta (*via email*)
- Pete Serafini, TransAlta (*via e-mail*)
- Patrick Hoey, Enbridge Gas Distribution Inc. (*via email*)
- Mike Packer, Union Gas Limited (*via email*)

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