

February 3, 2000

Mr. M. L. Mantha
Secretary
National Energy Board
444 - Seventh Avenue S.W.
Calgary, Alberta
T2P 0X8

Dear Mr. Mantha:

**RE: National Energy Board Order TG-10-87
Foothills Pipe Lines Ltd.
Zone 9 Interruptible Tolls – 2000/2001**

Enclosed are twenty (20) copies of the derivation of the proposed 2000/2001 interruptible tolls and supporting information for the period beginning April 1, 2000 for Zone 9 of the Foothills system filed pursuant to the provisions of Board Order TG-10-87. This material is based upon the forecasted 2000 cost of service as calculated in accordance with the provisions of Board Order AO-12-TG-4-82 and the applicable rate of return on common equity for 2000.

Interruptible tolls on Zone 9 will be \$1.11/10³m³/100 km for Tier 1 (IT-1) and \$1.00/10³m³/100 km for Tier 2 (IT-2). For the entire length of the Zone 9 system, these rates are approximately equivalent to \$0.073 Cdn./Mcf for Tier 1 (IT-1) and \$0.082 Cdn./Mcf for Tier 2 (IT-2).

Copies of this information is being served on interested parties to Board Order RH-5-87 as well as to existing firm and interruptible shippers.

Yours truly,

Phil Cochrane
Senior Supervisor
Customer Service &
Regulatory Affairs

cc: Interested Parties RH-5-87

**NATIONAL ENERGY BOARD
ORDER NO TG-10-87
ZONE 9 INTERRUPTIBLE TOLLS
APRIL 1, 2000 TO MARCH 31, 2001**

Following is the derivation of the proposed Zone 9 Interruptible Toll for the period April 1, 2000 to March 31, 2001 and attached is the supporting Cost of Service information.

(a)	Total Cost of Service \$	58,235,000
(b)	Distance - 100 km	2.5897
(c)	Daily Maximum Receipt 10 ³ m ³	61,556.2
(d)	Number of Days	365
(e)	Annual Volume 10 ³ m ³ (c x d)	22,468,013
(f)	Line b x e	58,185,413

Interruptible Tolls:

(g)	Tier 1 (IT-1) =	$\frac{\text{Line a}}{\text{Line f} \times 90\%} = \$/10^3\text{m}^3/100\text{km}$	1.112
(h)	Tier 2 (IT-2) =	$\frac{\text{Line a}}{\text{Line f}} = \$/10^3\text{m}^3/100\text{km}$	1.001