

**PROCEDURE FOR ADDING RECEIPT AND DELIVERY
POINTS**

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1. PURPOSE

1.1 The purpose of this procedure (the "Procedure") for adding receipt and delivery points (the "Receipt and/or Delivery Point") is to describe:

- (a) the information TransCanada requires;
- (b) the considerations for adding a Receipt and/or Delivery Point; and
- (c) the expected timeframe required to evaluate and respond to a request for a Receipt and/or Delivery Point.

2. APPLICABILITY

2.1 This Procedure is applicable to requests for the addition of Receipt and/or Delivery Points on the TransCanada Mainline System and on interconnecting pipeline systems on which TransCanada has contractual entitlement to transport gas.

3. INFORMATION REQUIRED

3.1 The following information is required by TransCanada, to determine if a Receipt and/or Delivery Point should be added:

- (a) location and designation (receipt and/or delivery) of the Receipt and/or Delivery Point(s);
- (b) rationale for the creation/designation of the Receipt and/or Delivery Point(s);
- (c) commencement date for use of the proposed Receipt and/or Delivery Point(s);
- (d) anticipated service type to/from the Receipt and/or Delivery Point(s);
- (e) anticipated contract quantities, contract utilization and flow pattern to and from the point(s) over a 10 year period, provided however if construction of facilities is not required the party making the request may, subject to sub-Section 3.1(i), choose not to provide such information;
- (f) a description of the Receipt and/or Delivery Point(s) after the proposed changes are implemented including but not limited to:

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- (i) future use of the Receipt and/or Delivery Point(s)
 - (ii) potential future re-designation of the Receipt and/or Delivery Point(s), and
 - (iii) future changes to the source of supply of the Receipt and/or Delivery Point(s);
- (g) gas quality at the proposed Receipt Point(s) which shall include at a minimum:
- (i) gross heating value;
 - (ii) constituent gas components and concentrations or expected range of such gas components and concentrations (gas composition); and
 - (iii) any objectionable material;
- (h) any other information the party requesting the Receipt and/or Delivery Point determines relevant for TransCanada's analysis; and
- (i) a written explanation by the party requesting the Receipt and/or Delivery Point of why any of the above required information need not be provided.

4. EVALUATION CONSIDERATIONS

4.1 The following shall be considered by TransCanada when determining whether to add a Receipt and/or Delivery Point:

- (a) **Toll impacts:** Conduct a toll impact analysis;
- (b) **Operational and System Design impacts:** Identify and assess any operational and system design impacts in addition to administrative and/or operating complexity;
- (c) **Contractual impacts:** Identify and assess all necessary:
 - (i) amendments to existing Transportation Service Contracts with Shippers in addition to any new Transportation Service Contracts required; and

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- (ii) amendments to existing contracts with other parties in addition to any new contracts required;

and TransCanada determines that there is a reasonable likelihood that all such amendments and new contracts will be executed on commercially reasonable terms;

- (d) **Transportation by Others (TBO) contracts:** Identify and assess all necessary changes to existing TBO contracts in addition to any new TBO contracts required and TransCanada determines that there is a reasonable likelihood that all such amendments and new contracts will be executed on commercially reasonable terms; and
- (e) **Other relevant considerations:** Identify and assess any other considerations, including those proposed by the party requesting the Receipt and/or Delivery Point.

5. NOTIFICATION

- 5.1 TransCanada will notify in writing the party requesting the Receipt and/or Delivery Point of its decision within 90 days from the later of:
 - (a) the date TransCanada receives such written request; and
 - (b) the date the party requesting the Receipt and/or Delivery Point confirms in writing that there is no further information to be provided pursuant to sub-Section 3.1.
- 5.2 If TransCanada has decided to grant the request to add the Receipt and/or Delivery Point, but the contracts and/or amendments referred to in sub-Sections 4.1(c) and (d) will not be executed within the 90 day assessment period referred to in sub-Section 5.1, then TransCanada will notify the party requesting the Receipt and/or Delivery Point, in writing, of a decision subject to the condition that such contracts shall be executed and, forthwith thereafter, inform Shippers (by means of TransCanada's website) and Tolls Task Force (TTF) members (at their e-mail addresses provided to TransCanada) of such decision. The Receipt and/or Delivery Point will not be added until such condition has been satisfied.

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- 5.3 If TransCanada grants the request for the Receipt and/or Delivery Point and:
- (a) construction of facilities is not required;
 - (b) NEB approval is not required; and
 - (c) TransCanada has obtained executed contracts and/or any amendments it determines necessary;

then TransCanada will

i) provide its decision, in writing, to the party requesting the Receipt and/or Delivery Point, and, forthwith thereafter, inform Shippers (by means of TransCanada's website) and TTF members (at their e-mail addresses provided to TransCanada) of such decision and

ii) add the Receipt and/or Delivery Point within 31 days from the date the decision to approve such point has been communicated to the party requesting the Receipt and/or Delivery point .

- 5.4 TransCanada will provide, in writing, to the party requesting the Receipt and/or Delivery Point, and , forthwith thereafter, to Shippers (by means of TransCanada's website) and to TTF members (at their e-mail addresses provided to TransCanada), its best estimate for the in service date of such point if:

- (a) construction of facilities is required; and/or
- (b) NEB approval is required for the Receipt and/or Delivery Point; and/or
- (c) TransCanada has not obtained executed contracts and/or any amendments it determines necessary.

- 5.5 Prior to making the Receipt and/or Delivery Point available for service, TransCanada will post notice thereof on its website.

6. MISCELLANEOUS PROVISIONS

- 6.1 The General Terms and Conditions and the List of Tolls of TransCanada's Transportation Tariff, as amended from time to time, are applicable to this Procedure and are hereby

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- made a part hereof. If there is any conflict between the provisions of this Procedure and the General Terms and Conditions, the provisions of this Procedure shall prevail.
- 6.2 This Procedure is subject to the provisions of the National Energy Board Act and any other legislation passed in amendment thereof or substitution therefor.
- 6.3 Any upper cased term not defined herein shall have the meaning attributed thereto in the General Terms & Conditions of TransCanada's Tariff as amended from time to time.