April 19, 2002

INFORMATION BULLETIN 2002-01

SUBJECT: CLARIFICATION OF APMC 631 REPORTING OF EX-ALBERTA TRANSPORTATION CHARGES AFTER ADJUSTING FOR TRANSCANADA AOS AND FT MAKE-UP CREDITS

This information bulletin clarifies how TransCanada AOS and FT Make-up Credits should be used to adjust ex-Alberta transportation costs when reporting arm’s length sales on the APMC 631.

When determining the appropriate amount of ex-Alberta transportation costs to be reported on the APMC 631, TransCanada AOS and FT Make-up Credits should be offset against the costs of the firm service transportation contract that generated the credits. Only the total credits that have been offset against IT billings should be used to reduce the firm service transportation costs. If IT billings are less than total credits, reduce the gross calculated credit amount for each firm service contract by the percentage of unused credits to total credits.

The TransCanada AOS and FT Make-up Credit program is in effect from January 1, 2002 through to December 31, 2002. If your submitted reports for January 2002 and February 2002 do not reflect the above reporting methodology, please submit the required amendments by May 31, 2002. Reporting for March 2002 and future months should also follow the same methodology.

Thank you for your cooperation. If you have any questions, please contact your Gas Valuation Analyst at the Alberta Department of Energy.

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