



TransCanada

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Keystone Pipeline Project
TransCanada PipeLines Tower
450 – 1st Street S W
Calgary, Alberta, Canada T2P 5H1

April 10, 2007

Ms. Illona A. Jeffcoat-Sacco
Executive Secretary
Public Service Commission
600 East Boulevard, Dept 408
Bismarck, ND 58505-0480

tel 403.920.6504
fax 403.920.2325
email dean_cowling@transcanada.com
web www.transcanada.com

Dear Ms. Jeffcoat-Sacco:

Re: TransCanada - Keystone Pipeline Project
Case No. PU-06-421
Corridor Certificate and Route Permit Applications;
Certificate of Public Convenience and Necessity Application

TransCanada Keystone Pipeline, LP (Keystone), hereby submits its applications for a Certificate of Corridor Compatibility and a Route Permit, pursuant to the North Dakota Energy Conversion and Transmission Facility Siting Act, North Dakota Century Code, Chapter 49-22. Keystone also makes application for issuance of a Certificate of Public Convenience and Necessity, pursuant to North Dakota Century Code, Chapter 49-03.1. A check for the filing fee of \$100,000 is enclosed herewith.

Keystone proposes to construct and operate a crude oil pipeline and related facilities from Hardisty, Alberta, Canada, to Patoka, Illinois. Based on shipper interest, Keystone is also considering the construction of an extension in the United States to deliver crude oil to Cushing, Oklahoma. The pipeline will enter North Dakota at the Canada/North Dakota border in Cavalier County and will extend in a southerly direction, exiting the state at the South Dakota border in Sargent County. This application package contains the following:

- An original and 10 hard copies of the Application for a Certificate of Corridor Compatibility, Route Permit Application, and Application for Certificate of Public Convenience and Necessity
- Eleven sets of DVDs, which contain electronic copies of the Applications and Appendices thereto

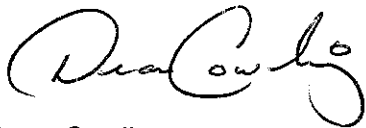
By separate Application being filed herewith, Keystone is requesting two waivers in connection with the instant applications. First, Keystone is requesting a waiver of Commission procedures to allow joint and simultaneous filing of its applications for a Certificate of Corridor Compatibility and a Route Permit. Second, Keystone is requesting a waiver of North Dakota Administrative Code Section 69-06-02 1 b, to permit the use in its application of a proposed corridor one-mile in width. Keystone submits that use of a one-mile corridor is justified in view of the fact that Keystone has extensively studied a number of potential routes in North Dakota, as part of the NEPA process being conducted by the U.S. Department

of State in connection with Keystone's application for a Presidential Permit, and has determined, taking into account extensive public and agency input, that the proposed route is superior to other alternatives from an environmental standpoint.

Keystone is requesting that a Certificate of Corridor Compatibility and a Route Permit be issued on or before September 1, 2007.

Wherefore, Keystone respectfully requests that the commission issue the requested Corridor Certificate, Route Permit and Certificate of Public Convenience and Necessity as expeditiously as possible.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Dean Cowling". The signature is written in a cursive style with a large, looping initial "D".

Dean Cowling
Director-Operations & Engineering, Keystone

Enclosure