

TransCanada Case Study: Emissions Management System

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Agenda



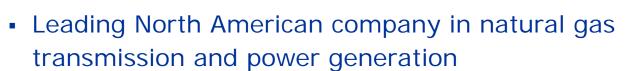


- How does TransCanada track and manage its emissions?
 - Development of an Emissions Management Strategy
 - Creation of an Air Emissions Database
 - Emissions Management Practices
 - Continual Investment in R&D
- Quantifying Business Decisions
 - The Implementation of effective Practices and Procedures



TransCanada





- \$25.9 Billion in pipe and power assets (\$Cdn at December 31, 2006)
- 2007 named as a member of the <u>Global 100 Most</u> <u>Sustainable Companies</u> in the world
- Skilled, expert, energetic people with strong technical knowledge
- Strong financial position to capture opportunities going into the future











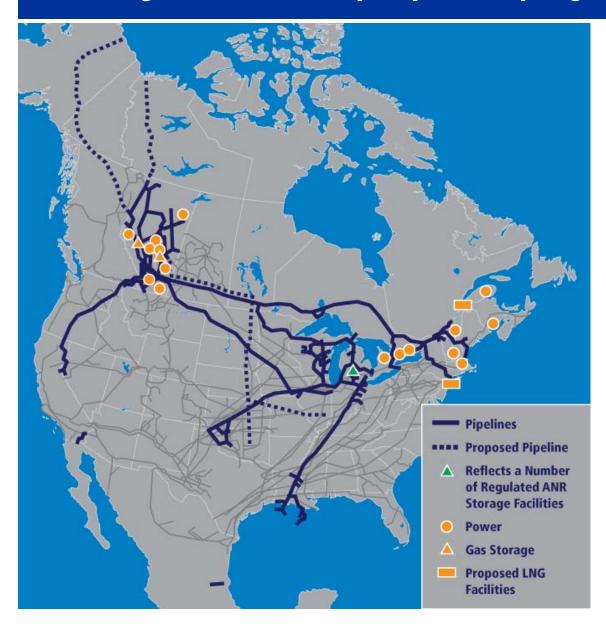






Quality assets and proposed projects





- approx. 59,000 km (36,500 miles) of wholly owned pipeline
- transports 15 billion cubic feet/day (Bcf/d) from virtually all major supply basins on the continent
- 2,969 km of proposed oil pipeline, capable of transporting 435,000 barrels per day
- 16 power facilities with 7,700 megawatts of power generation
- two proposed liquefied natural gas facilities
 - 1.5 Bcf/d

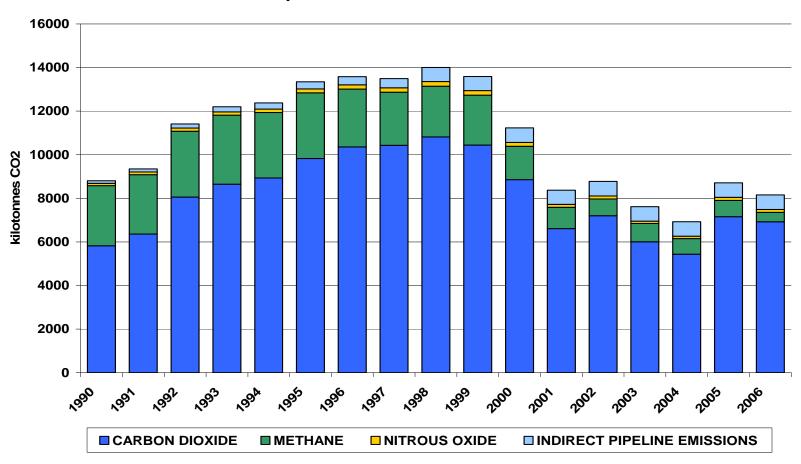


GHG emissions from pipeline operations and methane reduction





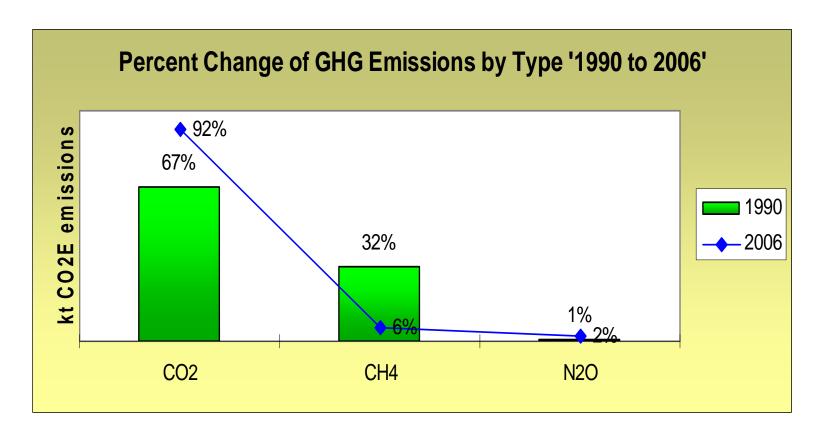
TransCanada Pipeline Greenhouse Gas Emissions Breakdown





TransCanada Emission's Profile





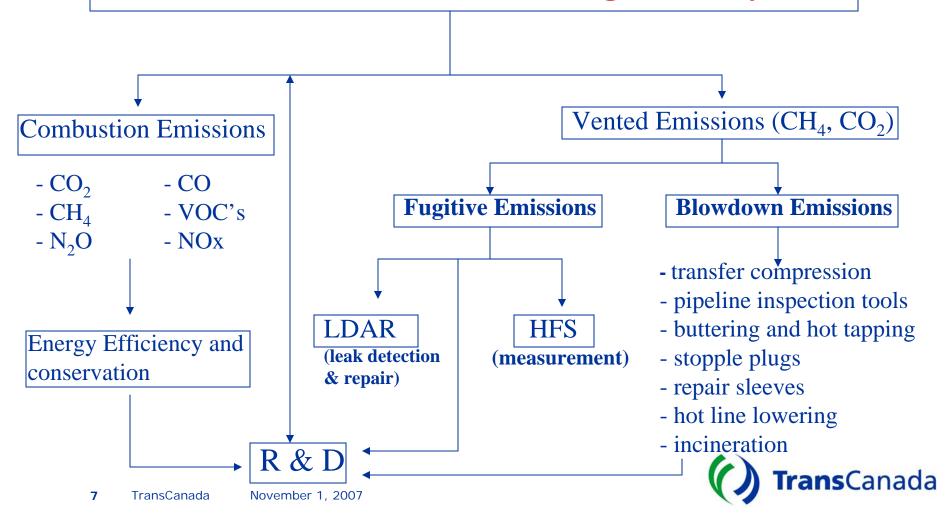
•Decrease in methane emissions is due to effective leak detection and repair program (LDAR).



EMS - Emissions Management System



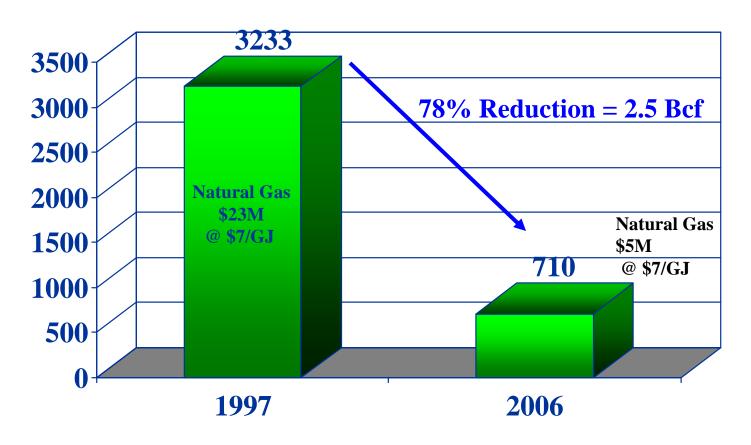
TransCanada Emissions Management System



Methane (Fugitive) Emissions Management: *Program Successes*



Fugitive Emissions in million ft3 CH4





2006 CCME Pollution Prevention Award



TransCanada's Fugitive Emissions Management Program is Recipient of 2006 CCME Award



Canadian Council Le Conseil canadien of Ministers des ministres of the Environment de l'environnement





Air Emissions Database System



Allows TransCanada to:

- Develop confidence in handling complex issues
- Effectively and Efficiently manage incoming emissions data
- Retrieve and Store information easily
- Reduce wait times for data
- Assumptions made can be stated and defended clearly

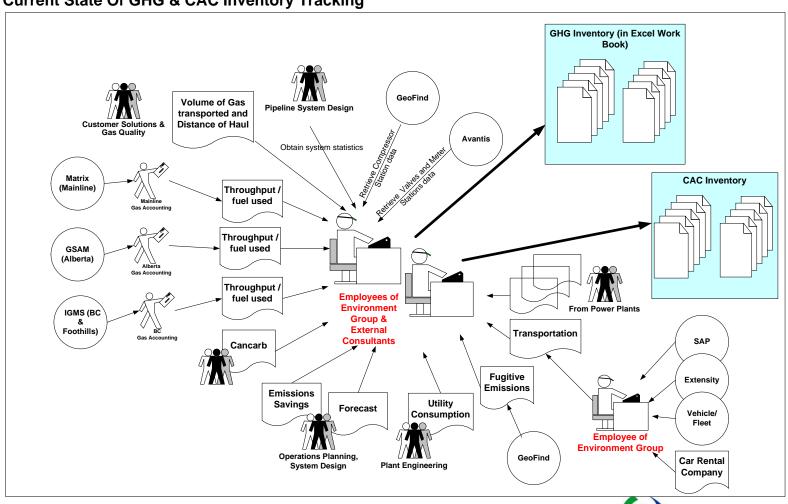


Emissions Data Management Before





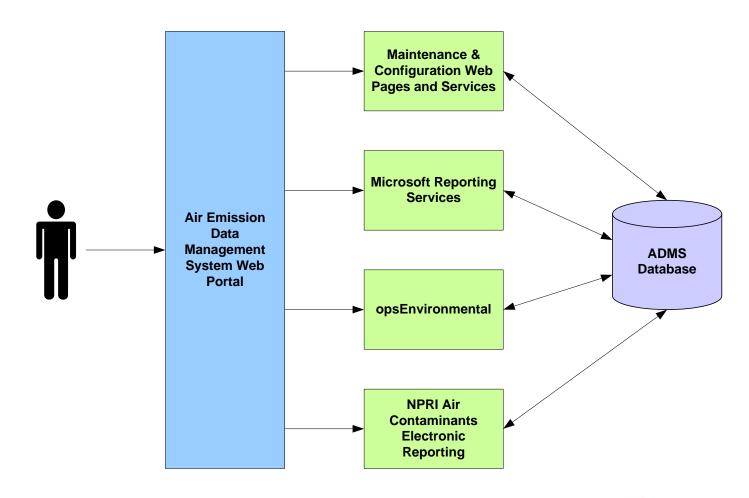
Current State Of GHG & CAC Inventory Tracking



Air Emission Data Management System User Experience



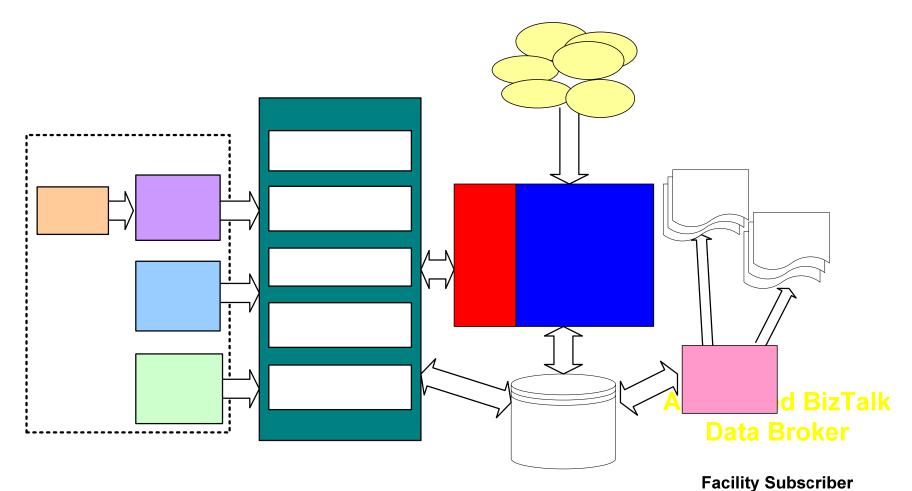






Air Emission Data Management System Logical Design and Interfaces





TC Internal Systems

13 TransCanada November 1, 2007

Avantis

(Pipe Equipment

GeoFind

(Pipe Facility - C/S,

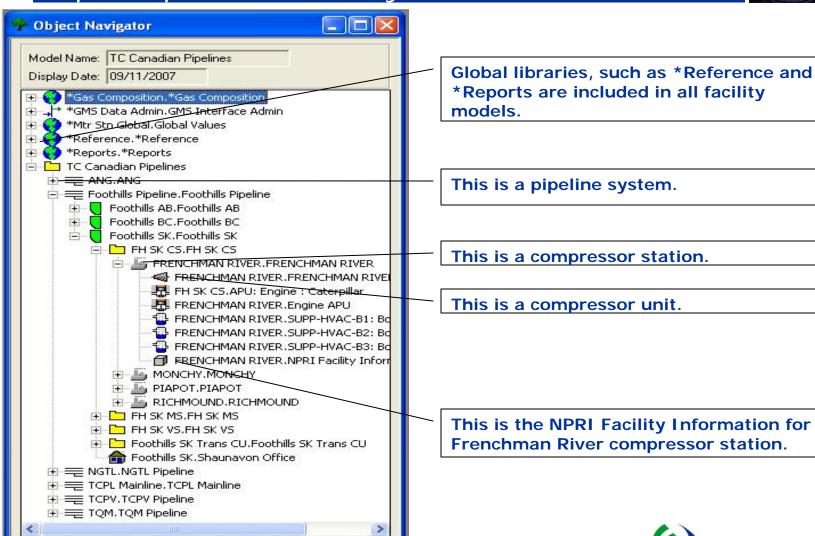
Fuel Consumption Subscriber Web Service

Web Service

TransCanada

Air Emission Data Management System opsE Pipeline Hierarchy







Emissions Management Team





A group of experienced people from many departments of the company that regularly reviews progress and sets targets and goals

- Uses reports to review progress
- Efficient decisions can be made
- Information is transparent and consistent
- Assumptions are clear upfront



Blowdown Emissions Management





Control Methods and Technologies Used

- •Scheduling Practices
- Operational Adjustments
- •Transfer (Pull-down) Compressors
- Buttered Stubs
- Hot Tapping
- Hot Line Lowering
- Sleeves
- Stopples







Supersonic Gas Injector





- Developed for capturing very low pressure vent gases and reinjection into a high pressure gas stream without the use of rotating machinery
- Savings
 - 4 million ft3/yr of gas savings from one compressor
 - Natural gas worth \$28,000/yr/unit @\$7/GJ
 - GHG emissions
 - Zero operating cost





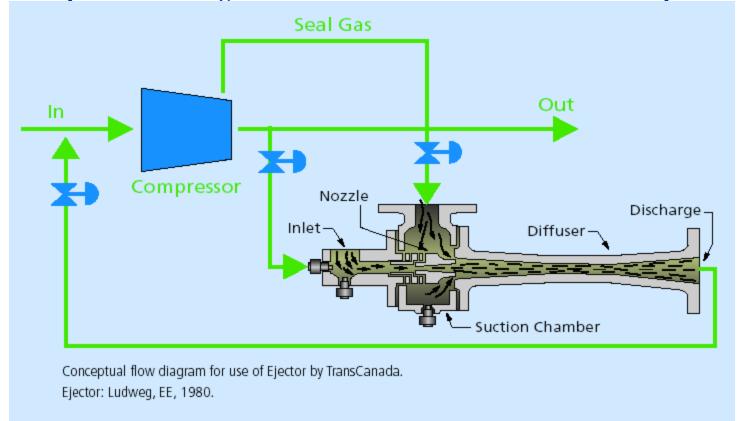


Gas-Gas Ejector for Dry Gas Seal Leak Capture



Conceptual Flow Diagram

US & Canadian patent filed





Global Pipeline Honorable Mention Award





Received at Rio Pipeline 2007 Conference, Rio de Janeiro, Brazil



Use of Biofilteration for Methane reduction



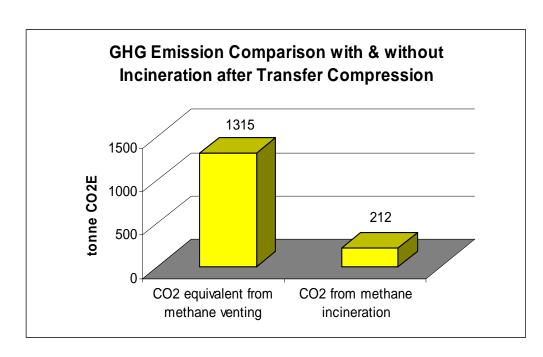
- A joint venture of TransCanada & University of Calgary
- Methane gas can be oxidized biologically, with the use of methanotrophic bacteria
- Vented CH4 reduced to CO2: 21 times less global warming potential
- Implemented successfully at three sites
- No operating cost except monitoring
- Almost 80% oxidation rate achieved
- Biocell/Biocap/Biofilter research received 2007 Emerald Award



Use of Incinerator for Blowdowns



- Incineration of blowdown gas instead of venting (after transfer compression)
- At Caron Compressor Station,
 Moose Jaw, November 2002





- Emission savings of 1,100 tCO2e
- Worth \$17,000 @\$15/t CO2E



End Results - EMS





Confidence

- The ability to quickly and accurately quantify inputs into important business decisions
- The success of our measurement program can be widely used
- The success of our Management System can be quantified
- Internal interest and buy-in is fostered

