

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

August 19, 2013

Mr. Vern Meier
VP, US Pipelines, Field Operations
TransCanada Corporation
717 Texas Avenue
Houston, TX 77002

**CPF 5-2012-1018M
Closure Letter**

Dear Mr. Meier:

On August 30 to September 1, 2011, a representative from the Arizona Corporation Commission on behalf of the U.S. Department of Transportation's Pipeline and Hazardous Materials Safety Administration (PHMSA, pursuant to chapter 601 of 49 United States Code, conducted an on-site pipeline safety inspection of TransCanada Corporation procedures in your Ehrenberg Compressor Station in Western Arizona. As a result of the inspection, TransCanada Corporation was issued a Notice of Amendment on August 22, 2012, which proposed an amendment of your procedures.

TransCanada Corporation submitted its amended procedures on September 28, 2012 and August 15, 2013. My staff reviewed the amended procedures, and it appears that the inadequacies outlined in this Notice of Amendment have been corrected.

This letter is to inform you no further action is necessary and this case is now closed. Thank you for your cooperation.

Sincerely,

Chris Hoidal
Director, Western
Pipeline and Hazardous Materials Safety Administration

cc: PHP-60 Compliance Registry
PHP-500 T. Finch (#133004)
ACC Robert Miller