

BROADWATER ENERGY FILES APPEAL OF NEW YORK STATE DEPARTMENT OF STATE RULING

June 6, 2008 (Riverhead, New York) – Broadwater Energy (Broadwater) has filed an appeal to the U.S. Secretary of Commerce related to New York State’s Department of State (NYSDOS) objection to Broadwater’s certification of the project’s consistency with the Long Island Sound Coastal Management Program (LISCMP). This administrative appeal process is included under the federal Coastal Zone Management Act (CZMA).

“After careful consideration and review of the record, we firmly believe that the Secretary of Commerce will find that the Broadwater project is consistent with the objectives of the Coastal Zone Management Act,” said John Hritcko, Senior Vice President and Regional Project Director Broadwater Energy.

The appeal was filed based on the project’s view that the NYSDOS relied on improper considerations in making its determination. The appeal asks the Secretary of Commerce to override the NYSDOS determination on the grounds that the project meets the criteria for approval under the Coastal Zone Management Act and applicable regulations.

“In pursuing this appeal, we remain committed to delivering a new supply of clean, reliable natural gas directly to the Long Island, New York City and Connecticut markets. These new facilities are needed if the region is to meet the significant energy and environmental challenges ahead,” concluded Hritcko.

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TransCanada is a leader in the responsible development and reliable operation of North American energy infrastructure. TransCanada’s network of approximately 36,500 miles of pipeline transports the majority of Western Canada’s natural gas production to key Canadian and U.S. markets. A growing independent power producer, TransCanada owns, controls or is developing approximately 8,300 megawatts of power generation.

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