

October 13, 2009

Mr. Fino Tiberi
Executive Director, Regulatory Policy
Alberta Utilities Commission
Fifth Avenue Place, #-400,
425 - 1st Street S.W.
Calgary, AB T2P 3L8

Dear Mr. Tiberi:

**RE: AUC Rule 026 clause 2(2)
Statement of Adoption of International Financial Reporting Standards by
ATCO Pipelines**

Effective January 1, 2011, Canadian Generally Accepted Accounting Principles for Publicly Accountable Enterprises (PAEs) will be replaced with International Financial Reporting Standards (IFRS). ATCO Pipelines qualifies as a PAE.

In accordance with clause 2(2) of Rule 026, this letter confirms that ATCO Pipelines will adopt IFRS effective January 1, 2011.

Yours truly,



S.J. Mah
Controller