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November 17, 2006

Ms. Judith Deel
State Historic Preservation Office
P.O. Box 176
Jefferson City, MO 65102

RE: Keystone Pipeline Project, Missouri Segment.

Dear Ms. Deel:

American Resources Group, Ltd. (ARG), Carbondale, Illinois, conducted a Phase I survey of the Rockies Express Pipeline Project (REX) corridor earlier this year, and reported the results of the survey in a report entitled *A Phase I Cultural Resources Survey of the Missouri Segment of the Proposed Rockies Express Pipeline Project (REX) Corridor, Buchanan, Clinton, Caldwell, Carroll, Chariton, Randolph, and Audrain Counties, Missouri* (Myers et al. 2006). The previously approved research design guiding the Phase I investigation proposed a probabilistic survey of those sections of the pipeline corridor judged to have the greatest potential for containing prehistoric and historic sites. The Missouri State Historic Preservation Office (MO SHPO) subsequently reviewed and accepted the REX survey report, concurring with the site evaluations and management recommendations presented therein. ARG is currently conducting Phase II investigations at the five archaeological sites identified in the REX project corridor that were evaluated as potentially eligible for listing to the National Register of Historic Places (NRHP), and will be describing the results of those investigations in a report that will be submitted to your office for review early next year. Both the Phase I and the Phase II investigations that ARG carried out within the REX corridor were conducted under the terms of a contract with ENSR International, Fort Collins, Colorado.

The Keystone Pipeline Project is a proposed 1,870-mile-long crude oil pipeline extending from Hardisty, Alberta, to Patoka, Illinois. TransCanada Corporation, the sponsor of the Keystone Pipeline Project, is planning on constructing the Keystone pipeline across Buchanan, Clinton, Caldwell, Carroll, Chariton, Randolph, and Audrain counties, Missouri. A research design prepared by ARG—and subsequently approved by the MO SHPO—for the Missouri section of the Keystone corridor proposed using a sampling strategy identical to that used during the earlier REX survey. However, the survey across Buchanan, Clinton, Caldwell, Carroll, Chariton, Randolph, and Audrain counties was not conducted because the two proposed pipelines will be collocated across this portion of the state and the Keystone construction ROW will be within the previously surveyed REX corridor. In addition, it was

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determined that this approach would minimize any additional inconvenience to the landowners. The enclosed maps show the proposed location of the Keystone construction ROW relative to the REX survey corridor, as well as the sections of the latter corridor that were selected for survey.

TransCanada Corporation and ENSR International are respectfully requesting that following a review of the enclosed project maps the MO SHPO provide them a formal response indicating whether the previous Phase I survey of the REX corridor satisfies all Section 106 requirements for the Keystone corridor within Buchanan, Clinton, Caldwell, Carroll, Chariton, Randolph, and Audrain counties, Missouri. Any Keystone pipeline construction areas that may fall outside of the previously surveyed REX corridor (within areas selected for survey), including reroutes and other work areas, will be surveyed and included in a separate technical report(s).

Please let me know if you need additional information concerning this project. Thank you in advance for reviewing the project maps at your earliest convenience.

Sincerely,

A handwritten signature in cursive script that reads "Steve Titus".

Steve Titus, President

copy: Kim Munson, ENSR International