

All Shippers Letter # 08-082

Date: 3/24/2008

Time: 14:15 MST

TO: ALL SHIPPERS

SUBJECT: Blue Bridge Pipeline Project

Williams and Puget Sound Energy Propose Blue Bridge Pipeline Project

Williams Gas Pipeline and Puget Sound Energy, Inc. are evaluating the joint development of the Blue Bridge Pipeline Project, which would be constructed along Williams Northwest Pipeline's natural gas transmission system from Stanfield, Oregon to markets in the Pacific Northwest. Blue Bridge is anticipated to be operated as part of Northwest Pipeline's system with service to be provided under Northwest Pipeline's FERC Gas Tariff.

The proposed Blue Bridge Project would include the construction of up to 172 miles of 30 and 36-inch diameter pipeline and additional horsepower of compression at Northwest Pipeline's existing Plymouth, Washougal and Chehalis compressor stations. The project would provide capacity of up to 500,000 Dth per day and would be proposed for service in 2011. The project would utilize Northwest Pipeline's existing pipeline corridor for most of the route where it would minimize landowner and environmental impacts.

The project would provide increased access to Rocky Mountain gas supplies through Williams' and TransCanada's proposed Sunstone Pipeline to be constructed between Opal, Wyoming and Stanfield. Shippers on the Blue Bridge Project could also access Canadian supplies through Northwest Pipeline's existing interconnect with Gas Transmission Northwest. Blue Bridges shippers could deliver to any point on Northwest Pipeline's system between Stanfield and the I-5 corridor, including the major market areas of Seattle, Washington and Portland, Oregon. An open season for the Blue Bridge Project is proposed to commence in April and run through May 2008.

The Blue Bridge Pipeline Project will be discussed at the Sunstone Pipeline informational meeting scheduled at 11:00am, Tuesday, March 25, 2008 at Northwest Pipeline's office in Salt Lake City.