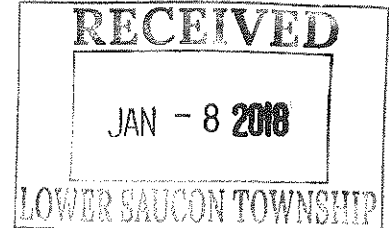


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January 3, 2018



Leslie Huhn, Township Manager
Lower Saucon Township
3700 Old Bethlehem Pike
Bethlehem, PA 18015

Re: Adelphia Gateway Project

Dear Ms. Huhn:

Thank you for your recent letter to me in which you shared questions that were raised by your Township Council. Below are the questions you posed and answers:

- If this is an Interstate line, why does Adelphia need the approval of FERC? **The line is currently an intrastate pipeline regulated by PAPUC. Adelphia will be seeking to place the line under FERC jurisdiction as an interstate natural gas pipeline.**
- What "enhancements" to the existing line are being considered? **Pipeline enhancements include the installation of one (1) new mainline valve and the addition of blow-offs at each existing mainline valve in the southern section to conform to PHMSA safety requirements. Necessary blow-offs were installed at valves in Northampton County when the northern section was converted to transport natural gas in 1996. Adelphia is also considering building two (2) new compressor stations in Bucks County, PA and Delaware County, PA.**
- Where are any new "interconnects" located that are being considered at this time? **A new receipt interconnect is being considered in Bucks County, PA. New delivery interconnects are being considered in Montgomery County, PA, Delaware County, PA and New Castle County, DE.**

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ROUTING

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- Asst. Mgr.
- Zoning
- Finance
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- P/C
- P & R
- EAC
- Engineer
- Solicitor *chat*
- Planner *LINC*
- Landfill
- EMC
- Other

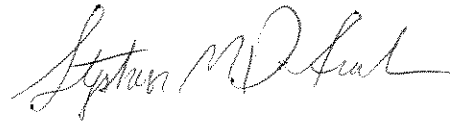
- Are there any new "laterals" being considered to serve Adelpia and where are they being located?
There are two (2) new delivery laterals being considered in Delaware County, PA, and New Castle County, DE in conjunction with the above referenced interconnects.
- How is NJR/Adelpia proposing to mitigate any environmental impacts that would occur as a result of any new construction on this line?
Adelpia has worked diligently to minimize environmental impacts from this project. Currently, nearly all of the permanent impacts associated with the proposed facilities will be on previously disturbed sites. The laterals have also been carefully designed to minimize impact, as currently 75% of the laterals are co-located with existing utilities or will be in existing roadways.
- Is there any other construction/modifications that may occur on the Adelpia line?
No other construction/modifications are being proposed at this time.
- Our understanding is that the line terminates at Marcus Hook. Is the gas that makes its way to Marcus Hook being transmitted for domestic distribution? Will any of this gas be exported overseas in the form of LNG or otherwise?
The gas being transported to Marcus Hook is for domestic use and will not be exported overseas.
- In what Counties and Municipalities will any new construction possibly occur? Is there any possibility that there will be construction to increase the diameter of the existing (Interstate) pipeline?
There is no proposed increase in the diameter of the existing pipeline. Construction is likely to occur in:
 - Northampton County, PA which will include fencing and gate work at the existing Martins Creek Terminal;
 - Bucks County, PA which will include compressor station, M&R station, new interconnect and MLV modifications;
 - Montgomery County, PA which will include M&R Station, new interconnect and MLV modifications;
 - Chester County, PA which will include MLV modifications;
 - Delaware County, PA which will include compressor station, M&R stations, new interconnects, laterals and MLV modifications;
 - New Castle County, DE which will include M&R Stations, new interconnects, and laterals.

Leslie Huhn, Township Manager
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- What is the proposed timeline for any new construction related to this line?
The current timeline proposes construction beginning in late 2018.

I hope this letter serves to answer any questions Council members may have. Please let me know if you have further questions or need further information on any question posed above.

Sincerely,



Stephen M. DeFrank

cc: Lower Saucon Township Council
Charles Elliott, Esq.
B. Lincoln Treadwell, Esq.
Chris Garges, Zoning officer