

The PennEast Pipeline Project



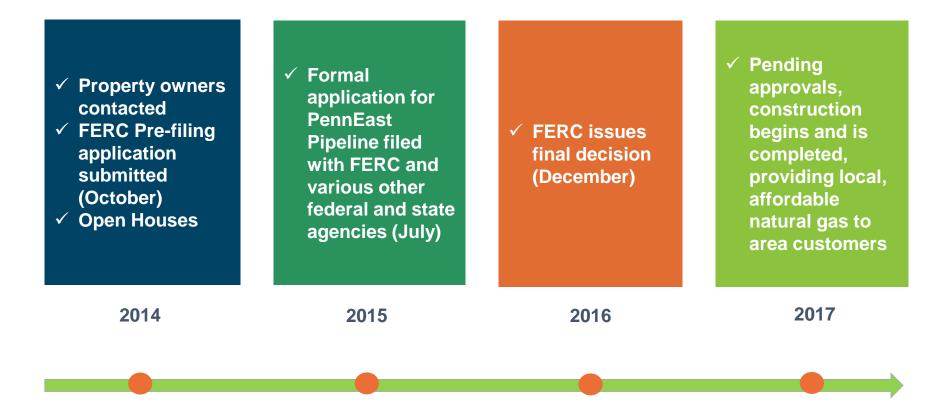
About the PennEast Pipeline Project

- AGL Resources; NJR Pipeline Company; PSEG Power; South Jersey Industries; Spectra Energy and UGI Energy Services (UGIES) comprise PennEast Pipeline Company, LLC.
- Over \$1 billion investment
- 114-mile, 36-inch pipeline from PA to NJ
- Deliver approximately 1 Bcf of gas per day
 - Enough gas to serve the equivalent of 4.7 million homes
- Estimated consumer energy savings ~\$900MM per year
- Will create approximately 2,600 jobs during construction

The proposed PennEast Pipeline project will bring low-cost natural gas to energy consumers in PA and NJ.



Project Timeline





Federal Energy Regulatory Commission (FERC)

Interstate natural gas pipelines are regulated and authorized by FERC

- **Pre-filing –** Gives landowners, officials and others time to review a project before a Certificate Application is filed
- **Open Houses –** Hosted by PennEast to provide opportunity for landowners and other stakeholders to learn about the project, talk one-on-one with project experts, ask questions and voice support or concern (November 2014)
- **Public Scoping Meetings –** Hosted by FERC to provide community additional opportunity for input on Environmental Impact Statement (EIS) (February 2015)
 - Resource Reports submitted
- Certificate Application Filing The formal project application with FERC (est. July 2015)
 - Analyzes data and prepares Draft EIS
 - Submit permit applications for other federal, state and local agencies

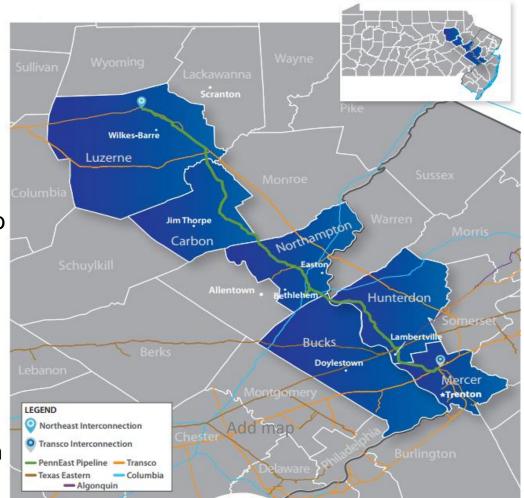


Additional public input opportunities



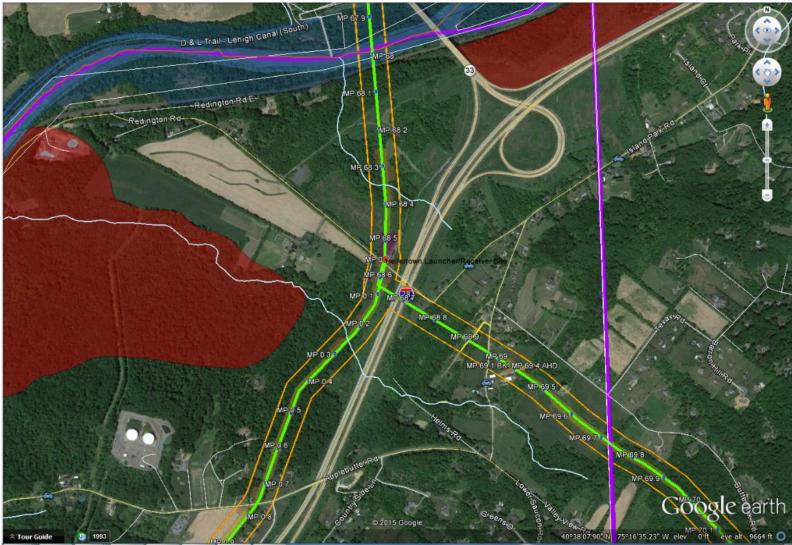
Preferred Alternative Route

- From Luzerne County to Transco pipeline interconnection in New Jersey
- Several routes have been studied. Re-routes of pipeline required the addition of short pipeline "laterals" to connect delivery points in Hellertown, Holland Township, Lambertville areas
- Hellertown Lateral begins at mile post 68.6; 2.1 miles of 24-inch pipe; ends at an interconnection with UGI and Columbia Gas in Lower Saucon Township, Northampton County, PA





Proposed Hellertown Lateral





Proposed Hellertown Interconnection







Pipeline-related Infrastructure

- Valves
- Pig Launchers
- Metering Facilities
- Cathodic Protection Equipment









Defining the Route

- Study Corridor: 400 feet Orange line
- Temporary Construction
 ^{Yellow area}
 Easement:~100 feet
- Permanent
 Purple area
 Easement:~50 feet
- Colocation: within or adjacent existing infrastructure
- Approximately 38% of route in PA is co-located with existing infrastructure

PennEast





FERC Filing: Resource Reports

- **1. General Project Description**
- 2. Water Use and Quality
- 3. Fisheries, Vegetation and Wildlife
- 4. Cultural Resources
- **5.** Socioeconomics
- 6. Geological Resources

- 7. Soils
- 8. Land Use, Recreation and Aesthetics
- 9. Air and Noise Quality
- **10.**Alternatives
- **11.Reliability and Safety**
- **12.PCB** Contamination

Results from various studies and surveys will be considered, route adjustments and mitigation efforts will be made and filed with FERC for review







FERC: Critical Energy Infrastructure Information

- CEII is specific engineering, vulnerability, or detailed design information about proposed or existing critical infrastructure (physical or virtual) that:
- Relates details about the production, generation, transmission, or distribution of energy;
- Could be useful to a person planning an attack on critical infrastructure;
- Is exempt from mandatory disclosure under the Freedom of Information Act; and
- Gives strategic information beyond the location of the critical infrastructure.





Construction

- Construction will begin only after obtaining FERC approval, ROW agreements and applicable environmental permits
- Typically, site preparation will avoid critical wildlife migratory and breeding seasons
- Availability of material, labor and weather also could affect the construction timeframe
- Equipment and vehicular access are within the approved temporary ROW
- More than one section will likely be under construction at one time to limit timeframe of disturbance
- Construction is expected to last approximately seven months
- Daily environmental, safety, property briefings are conducted





- Impacted land will be restored to its original use and condition whenever possible
 - Work with landowners on site-restoration plans
 - ROW will be re-graded, seeded with native and approved seed mixes, and temporary erosion control devices installed
 - In agricultural areas, we will employ an Agricultural Impact Minimization Plan
- Land can be used as it was prior to construction, including farming activities, with the exception of building permanent structures or planting trees atop the ROW
- Always call 811 before you dig



Know what's **below. Call** before you dig.









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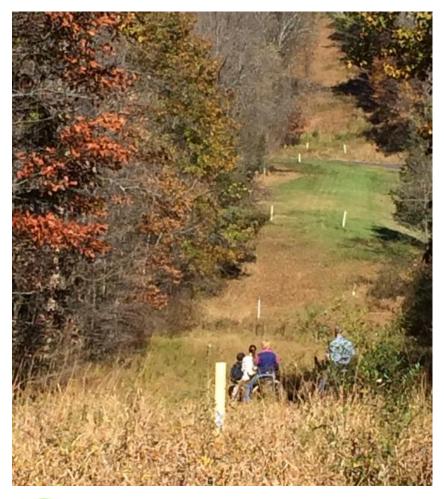
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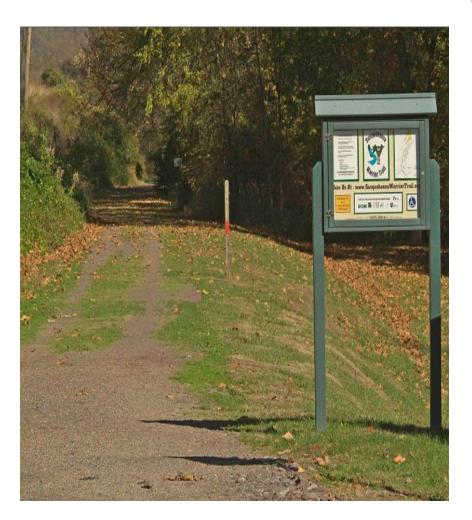






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Recent Study on Property Values in Northeast PA

- Studied Saddle Ridge subdivision in Dallas Township, Luzerne County from 2009-2014
- Allen, Williford & Seale Residential Study
- Subdivision developed beginning in 2005 around an existing 24-inch pipeline ROW
- Study showed <u>undeveloped lots</u> within the ROW sold at a 16% discount compared to lots outside the ROW
- However, <u>existing homes</u> within the ROW sold at a 3% premium compared to homes outside the ROW
- Conclusion: Pipeline easement has no negative impact on the sales prices of existing homes along the ROW

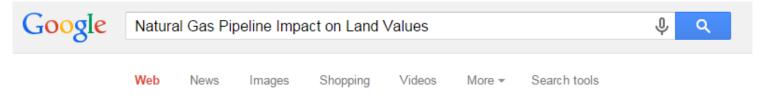


http://www.rightofwaymagazinedigital.org/rightofway/may_june_2015#pg34





Property Values



About 1,080,000 results (0.69 seconds)

INGAA Website - Natural Gas Pipeline Impact on Land Values

www.ingaa.org/cms/207.aspx -

Feb 1, 2001 - This **natural gas pipeline impact** study has been conducted at the request of the Interstate **Natural Gas** Association of America Foundation ...

[PDF] The Effect of Natural Gas Pipelines on Residential Value

pstrust.org/docs/web_jan_NaturalGas-1.pdf by BA DISKIN - Related articles to determine whether the presence of natural gas pipelines actually affects ... property value is affected by the particular characteristic or attribute being studied.

[PDF] THE IMPACT OF NATURAL GAS PIPELINES ON ...

pstrust.org/docs/Pipeline_Impact_on_Property_Values.pdf Feb 21, 2008 - variables that effect property value and sale price. ... To determine

whether or not the natural gas pipeline affected value, similar sales (...

[PDF] An Interstate Natural Gas Facility on my land? - Federal ...

www.ferc.gov/.../citz-guide-gas....

Federal Energy Regulatory Commission

with evaluating whether interstate natural gas pipeline projects proposed by private ...
a project may affect you if your land is where a natural gas pipeline,.





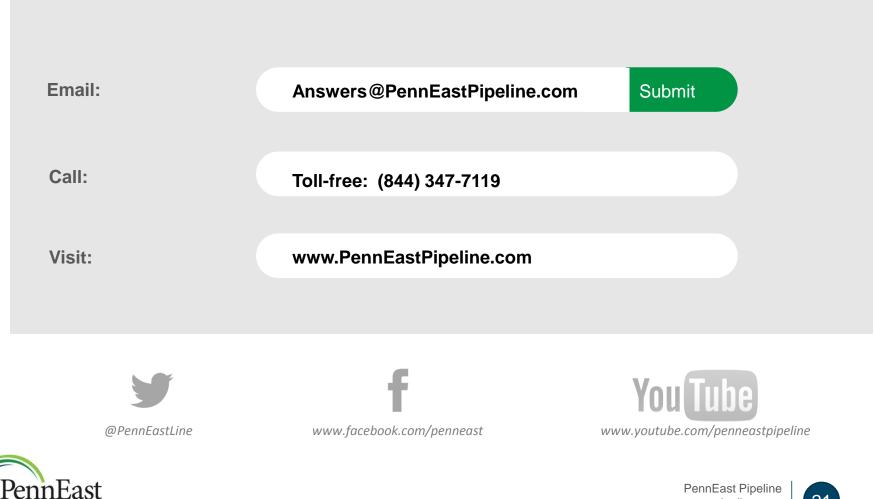
Pipeline Safety

- Adopting design features and operating practices that meet or exceed stringent regulatory and industry standards
 - Strict monitoring of all material records, construction inspections, and tests
 - Applying the latest technology in corrosion control, including a fusion-bonded coating that provides increased durability, plus cathodic protection
 - Placement of shutoff valves within 10 miles of all points on the pipeline
 - 100% X-ray of all welds during construction
- Conducting an pressure integrity test prior to placing the line into service
- Monitoring gas pressures along the pipeline 24/7/365
- Conducting annual leak surveys
- "Smart Pig" technology for internal inspection





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