



NOVEMBER 2016 UPDATE



Project Update for Landowners on the Pipeline Route

Working Together, The Region is on a Path to a Cleaner and More Reliable Energy Future

As we celebrate Thanksgiving this month, PennEast Pipeline Company thanks those who have provided feedback throughout the Project's more than two years of development. This especially includes landowners – vital partners in helping reduce the region's energy costs and increase long-term energy reliability.

Economists projected PennEast would have saved area energy consumers nearly \$900 million in electric and natural gas costs during the 2013-2014 winter. Imagine the savings that could have also been realized in subsequent winters or this upcoming winter had the PennEast Pipeline been in service.

With another winter coming and going without PennEast's energy security, families and businesses in eastern Pennsylvania and New Jersey will again be susceptible to energy price spikes due to natural gas pipeline capacity constraints. PennEast, however, looks forward to continuing to work with landowners to help ensure that PennEast is there to reduce energy costs come the 2018-2019 winter and fuel our economy for decades to come.

PROJECT NEWS

LANDOWNER INPUT HELPS SHAPE PENNEAST ROUTE MODIFICATION

Adjustments Provide Additional Opportunity for Landowners to Talk With PennEast

In September, PennEast filed with the Federal Energy Regulatory Commission (FERC) 33 route deviations in PennEast's continued effort to minimize environmental impact and address feedback from collaborative discussions with landowners and regulatory agencies.

Following these route modifications, FERC updated its environmental review schedule. FERC's new date of issuance of the final Environmental Impact Statement (EIS) is February 17, 2017. PennEast still anticipates the Pipeline will be operational in the second half 2018. Landowners can use these additional few weeks to talk with PennEast with the intent of reaching a mutually beneficial agreement.

Should FERC issue a Certificate of Convenience and Necessity for the Project, which would follow the final EIS, landowners who have avoided talking with PennEast will be subject to a third-party determination of their land's value. Third-party determinations typically do not benefit landowners and likely will be less than PennEast's offer. Please call your PennEast agent or the landowner toll-free line at (855) 303-4830 to discuss the premium compensation being offered.

Social Media

www.facebook.com/penneast
www.twitter.com/penneastline

For Additional Information

Tel: (844) 347-7119
Email: answers@penneastpipeline.com

RESEARCH

CONCENTRIC ENERGY ADVISORS: PIPELINE CAPACITY PROVIDES NUMEROUS BENEFITS

A new report by researchers from Concentric Energy Advisors identifies the many reasons that natural gas utilities contract for pipeline capacity like PennEast Pipeline.

Utilities, power generators and other customers contract for capacity for many important price and non-price reasons: to access lower-cost gas; alleviate constraints; add supply security, diversity and flexibility; increase reliability; maximize expansion opportunities and foster price stability – and not simply to meet peak demand requirements.

Concentric also found that natural gas commodity prices in New Jersey have been 70 times higher during peak periods than during non-peak periods, demonstrating a clear lack of sufficient pipeline capacity. These price spikes show a need for more natural gas capacity that is not being met by existing pipelines.

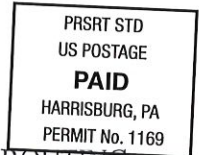


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ROUTING

- ☒ Council
- ☒ Manager
- ☐ Asst. Mgr.
- ☒ Zoning
- ☐ Finance
- ☐ Police
- ☐ P. Works
- ☐ P/C
- ☐ P & R
- ☐ EAC
- ☐ Engineer
- ☐ Solicitor
- ☐ Planner
- ☐ Landfill
- ☐ EMC
- ☐ Other

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IN THE COMMUNITY

PENNEAST SUPPORTS LOCAL ORGANIZATIONS



PennEast announced its latest round of Community Connector Grant recipients in September. The program has now invested \$408,000 in the communities along the Pipeline's route. Since the announcement, PennEast has been meeting with recipients to personally thank them for the work they do.

These organizations include the Lehigh Valley Chapter of Pink Heals, whose iconic pink fire truck is pictured below. Lehigh Valley Pink Heals will use its grant to support ongoing fundraising for local women and their families affected by a range of health issues.



RELIABILITY

Region's Electric Grid Operator Cites PennEast Pipeline as Viable Option to Increase Energy Reliability and Stability

On October 20, 2016, the world's largest wholesale electricity market operator, PJM, delivered to FERC a presentation underscoring the need for additional natural gas transmission — specifically citing PennEast Pipeline as an example of a project that will bring additional grid reliability and supply options.

PJM noted in its presentation that the PennEast Pipeline “would expand capacity and supply options and improve grid reliability.”

PJM represents more than 61 million people, including those in Pennsylvania and New Jersey, who expect reliable, affordable electric power when they need it.

The PennEast Pipeline's proximity to North America's largest and most affordable supply of natural gas, and the continued shift to clean-burning natural gas for electricity, is a game-changer for the environment, economy and quality of life.