

ADDISON NATURAL GAS PROJECT

Phase II Route Planning -- Route Selection Update May 24, 2013

Today's Overview

- Key Routing Principles
- Routing Process Recap
- Proposed Phase II Route
- Town-by-Town Summary
- Next Steps in the Process



Key Routing Principles

Safety is a Priority

 Pipeline safety achieved through setbacks and design, construction and inspection procedures

Land Owners & Land Users

Open and fair negotiations with land owners

Local Service to Towns

Town / Village Centers will receive service if desired

Maximize Value to Vermont

 Proposed route provides the greatest value to Vermont (economic and environmental)



Transmission Line Routing Process

We Listened

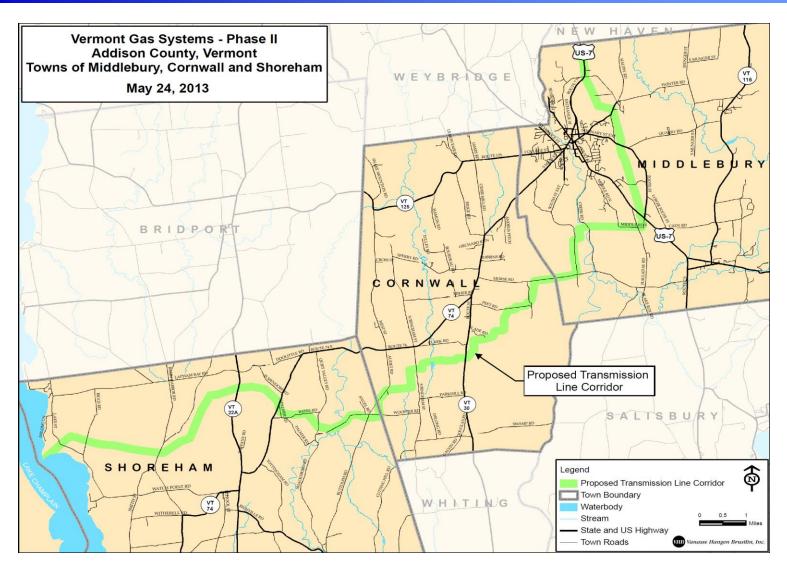
- Informal Dialogue Began November 2012
- Vermont Gas Public Meetings
 - Shoreham and Middlebury February & April 2013
- Town Meeting Day
 - Cornwall in March 2013
- Multi-Town Working Group Meetings
 - Through March, April & May 2013
- Additional Channels
 - Website Comments and Suggestions, Selectboard Meetings
 - Media Coverage, Small Group and Individual Dialogues

The Proposed Route is Responsive to Input

- Multi-Town Working Group has played a valuable role
- Incorporate feedback where possible



Proposed Phase II Route





Proposed Route -- Middlebury

Town Criteria / Suggestions	Accomplished	Comments
Avoid Route 7	✓	GMP Corridor
Avoid VELCO Corridor	✓	GMP Corridor
Avoid Three Mile Bridge Rd.	✓	Middle Road
Avoid Middle Road	*	Western lateral provides the greatest value to Vermont
Prefer a Southern Route	*	Western lateral provides the greatest value to Vermont

Middlebury Route Summary

- 7.6 miles of transmission line
 - Green Mountain Power Corridor and Middle Rd.
 - \$300,000 (est.) in annual tax revenue to Town



Proposed Route -- Cornwall

Town Criteria / Suggestions	Accomplished	Comments
Avoid Town Centers	✓	Route will avoid town centers
Maintain 300' Setback	✓	Setback > 300'
Provide Gas Service if Wanted	✓	To Cornwall Village Center
No Use of Eminent Domain	*	Vermont Gas will only explore eminent domain as a last resort
No Route Through Town	*	Western lateral provides the greatest value to Vermont

Cornwall Route Summary

- 6.1 miles of transmission line
 - Primarily cross country / open field construction
 - Local service in 2017
 - \$240,000 (est.) in annual tax revenue to Town



Proposed Route -- Shoreham

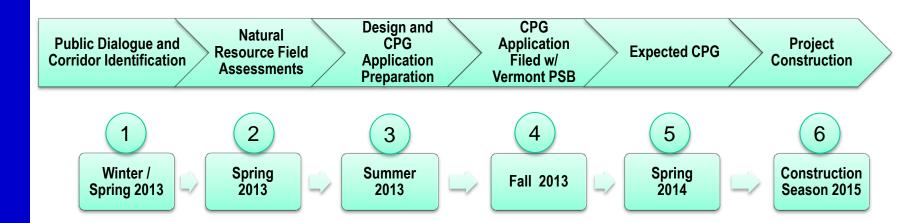
Town Criteria / Suggestions	Accomplished	Comments
Avoid Doolittle Rd.	✓	Line routed off of Doolittle Rd.
Avoid Bluffs w/ Ledge	✓	Done. Route relocated.
Maintain 300' Setback	✓	Majority of setbacks > 300'
Provide Gas Service if Wanted	✓	To Shoreham Village Center
No Use of Eminent Domain	*	Vermont Gas will only explore eminent domain as a last resort

Shoreham Route Summary

- 9.3 miles of transmission line
 - Primarily cross country / open field construction
 - Local service in 2017
 - \$370,000 (est.) in annual tax revenue to Town



Overall Project Schedule



Schedule and Process Notes

- We are in the first third of this effort
- Filing for Certificate of Public Good (CPG) takes place Fall 2013
- Substantial public comment built-in to the 6+ month CPG process



Next Steps – Near Term

Local Open House Meetings

Cornwall: June 5th +TBD

Shoreham: June 13^{th*}

Middlebury: June 18^{th*}

Salisbury, Leicester, Whiting

Future dialogue re: Phase III TBD

Ongoing Landowner Discussions

Middlebury, Cornwall and Shoreham

Additional Field Studies

Spring through Fall of 2013



Thank You

www.addisonnaturalgas.com

