

Texas Eastern Transmission, LP - Proposed NJ/NY Expansion Project

Meeting with the New York State Department of Environmental Conservation and State Agencies

February 23, 2010

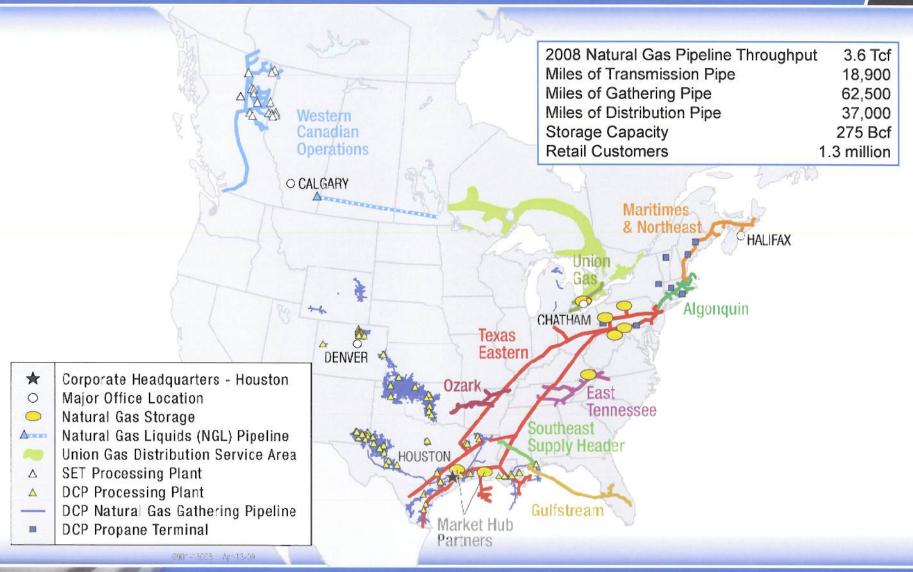
Agenda



- Overview of NJ/NY Expansion Project
- Description of Proposed Pipeline Routes in New York
- Upstream Facilities: Ramapo Metering Station
- Ongoing Project Activities
- FERC Process
- Federal, State and New York City Permits
- Project Schedule
- Key State Agency / Key Project Contacts
- Identify Key Issues for Further Discussion Follow Up

Spectra Energy Assets





Spectra) Energy...

Experience and Approach

Highly experienced team of in-house resources with decades of relevant interstate pipeline siting, permitting and construction experience will have responsibility for this Project

Key Outreach Objectives:

- Ensure timely permitting and regulatory treatment
- Inform key stakeholders in NJ and NY of pending project
- Generate a positive response to the proposed project from the public, policymakers and other stakeholders
- Complement local community infrastructure modifications and activities
- Provide feedback on route options
- Identify areas of concern
- Collaborate with stakeholders and mitigate concerns



Recent In-Street Construction Experience



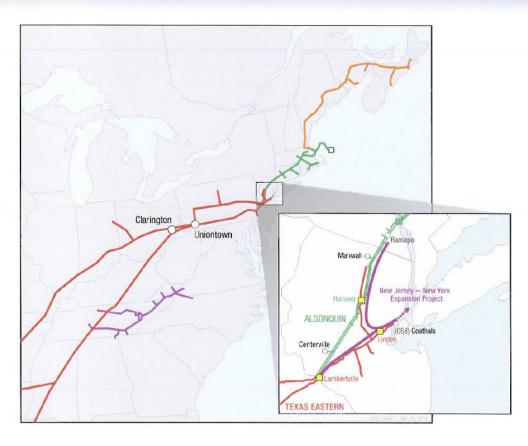




Spectra) Energy.

Overview of NJ/NY Expansion Project

- Spectra Energy's New Jersey New York expansion is an expansion of its existing Texas Eastern Transmission and Algonquin Gas Transmission pipeline systems to deliver new, critically needed natural gas supplies to the New Jersey and New York areas, including Manhattan.
 - Location: New Jersey and New York
 - Scope: Approximately 21 miles of new pipeline
 - Capacity: Up to 800 million cubic feet per day (mmcf/d)
 - Ownership Interest: 100 percent Spectra Energy
 - Projected Completion: Fourth Quarter 2013



Overview of NJ/NY Expansion Project (Cont'd) Spectra

Texas Eastern (TETCo) Pipeline Facilities

- ~5 Miles of Lift and Relay Pipeline from Linden, NJ to Staten Island, NY
- ~16 Miles of New Pipeline from Staten Island to Manhattan, NY

Texas Eastern Metering Stations

- Hanover, NJ Metering and Regulating Stations
- Jersey City, NJ Metering and Regulating Station

Miscellaneous Existing Texas Eastern Facility Modifications

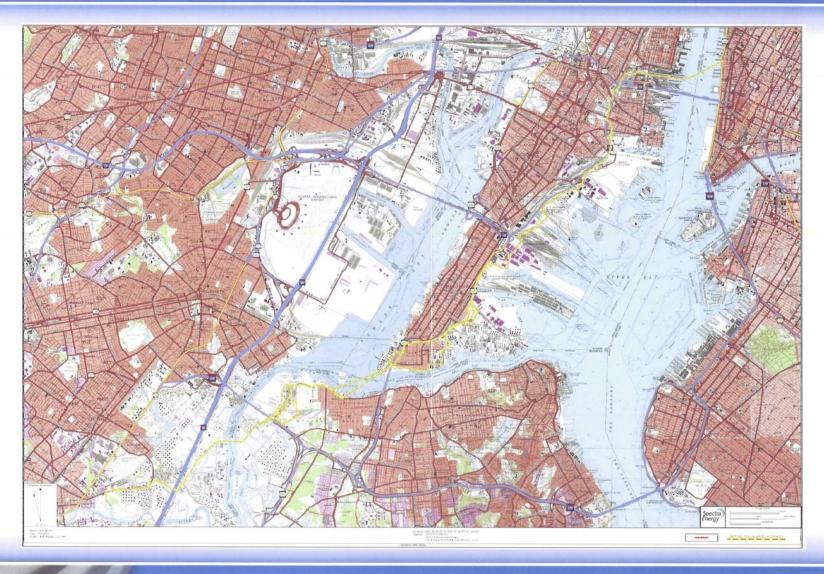
- Linden, NJ Compressor Station
- Hanover, NJ Compressor Station
- TETCo Metering and Regulating Stations Union County, New Jersey, Richmond County, New York

Miscellaneous Algonquin Facility Modifications

- Cromwell, CT Compressor Station
- Hanover, NJ Compressor Station
- Ramapo, NY Metering and Regulating Station Rockland County, New York
- Mahwah, NJ Metering and Regulating Station

Overview of NJ/NY Expansion Project (Cont'd) Spectral







Proposed Pipeline Routes in NY

- Numerous Alternatives Under Evaluation
 - Staten Island
 - Arthur Kill, Kill Van Kull and Hudson River Crossings
 - Manhattan Landfall
- Primary Evaluation Criteria
 - Engineering Constraints
 - Constructability
 - Residential/Commercial Development Constraints
 - Environmental Constraints



Proposed Pipeline Routes in NY (Cont'd)



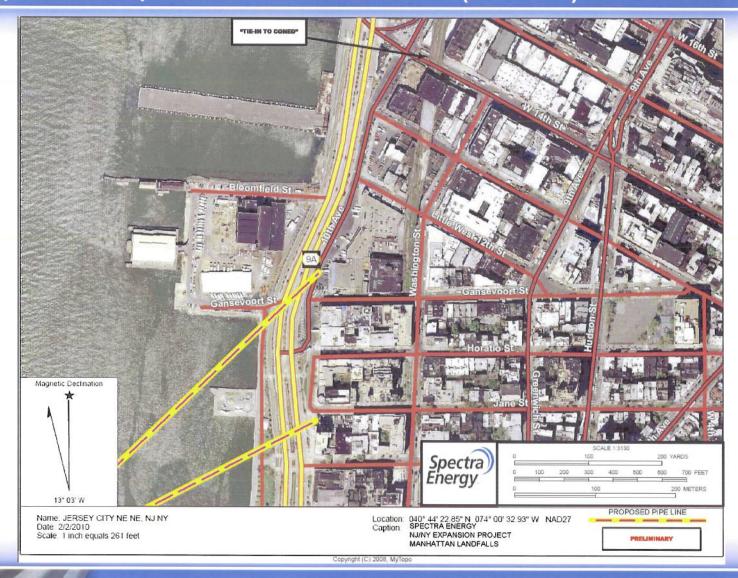


Proposed Pipeline Routes in NY (Cont'd)





Proposed Pipeline Routes in NY (Cont'd)





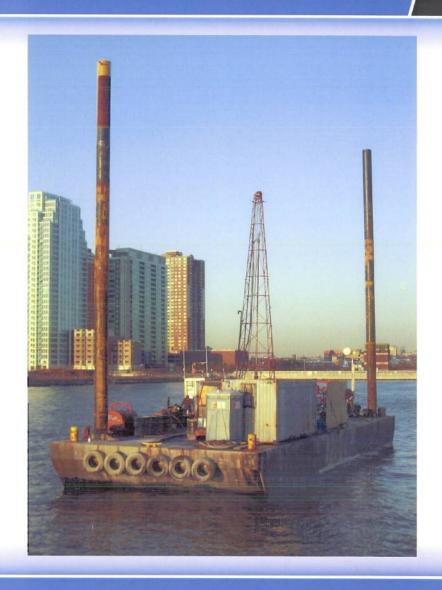
Ramapo Meter Station Site



Ongoing Project Activities

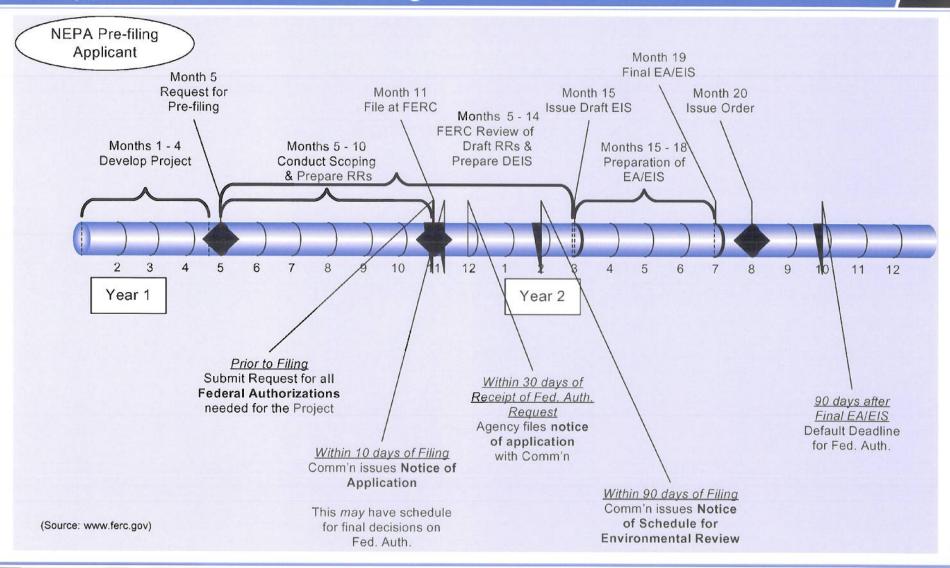


- Securing Survey Permissions
- HDD Corings
- Field Surveys
 - Civil
 - Wetland/Water Body Resources
 - Cultural Resources
- File Reviews of Known Contaminated Sites
- Agency Consultations / Meetings
 - Collecting Existing Utility Data



Typical FERC Pre-Filing Timeline





Permits and Approvals



Federal

- FERC: Certificate of Public Convenience and Necessity
- Army Corps of Engineers: Sections 10/404 Individual Permit
- EPA, NOAA, FWS, Coast Guard: Consultation

New York State

- DEC: 401 Certificate, Wetland permits, SPDES, Protection of Waters Permit, Coastal Erosion Control
- DOS: Coastal Zone Consistency
- OGS: Use of Lands Underwater
- DOT: Work and Occupancy Permits; Right-Of-Way
- Hudson River Park Trust: Right-of-Way
- SHPO: NHPA Section 106 Review





New York City

- Office of Environmental Coordination: NEPA Cooperation
- DOT: Right-Of-Way, Construction and Street Opening Permits
- DEP: Infrastructure Permits
- Landmarks Commission: NHPA Section 106 Review
- Department of Parks: Right-Of-Way, Construction and Excavation Permit, Tree Cutting Permit
- Department of Business Services: Right-Of-Way
- Department of City Planning: Coastal Zone Consistency, ULURP Applicability





 Early Project Developm 	nent
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- Stakeholder Outreach, Field Surveys <u>January 2009 / Ongoing</u>

FERC Pre-Filing Commenced
 May 2010 – December 2010

Hold formal Open House Meetings (June / July 2010)

FERC Scoping Meetings and Comment (July / August 2010)
 Period

Prepare FERC Draft Resource Reports (August 2010 / November 2010)

Primary Permitting Activities
 November / December 2010 –
 February 2012

File FERC and Federal/State Permit (November / December 2010)
 Applications

FERC NEPA Review, Draft EIS, (January 2011 – October 2011)
 comment/ Final EIS

Certificate Issued (November 2011)

Other Federal and State/Local Permits Issued (November 2011 – February 2012)

Moving Forward



- Key Agency Contacts
- Key Project Contacts
- Key Follow-Up Issues
- Discussion

