Special Town Meeting

June 30, 2014



Presentation on Northeast Energy Direct Project

Richard Hewitt, Homeowner Al Futterman, Nashua River Watershed Association Jim O'Reilly, Northeast Energy Efficiency Partnerships

Background

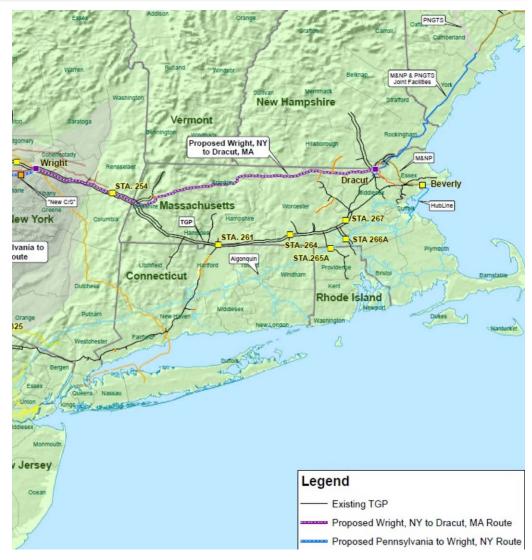
New England States Committee on Electricity (NESCOE) seeks to increase region's gas capacity to

- Mitigate peak season electricity rate spikes
- Ensure grid reliability during peak season usage
- Ensure region is not competitively disadvantaged

The proposed TGP Northeast Energy Direct is one potential solution to addressing this concern

TGP Energy Direct Overview

- Tennessee Gas Pipeline (TGP), a subsidiary of Kinder Morgan, is proposing to install a 250-mile long buried 30- to 36-inch diameter high-pressure gas pipeline across 45 MA towns.
- Includes meter stations, compressor stations and above ground valves.
- Addition of six lateral lines off the mainline route



Process and Timeline

- Kinder Morgan is surveying the proposed route – a necessary step to FERC filing
- KM plans to do a pre-filing with FERC in October 2014, which is aimed to identify and remedy issues related to pipeline siting, environmental impact etc.
- Following FERC's issuance of Environmental Impact Statement, FERC will issue an order of construction.
- KM is aiming for FERC approval Nov 2016 and would start construction Jan 2017
- Pipeline operational late 2018

Estimated Project Schedule

Action	Timing	
Outreach Meetings	Ongoing	
Route Selection and Permit Preparation	Ongoing	
Agency Consultations	Ongoing	
File for FERC pre-filing	October 2014	
KM Open Houses	November – December 2014	
FERC Scoping Meetings	January – February 2015	
FERC filing	August 2015	
Anticipated FERC approval	November 2016	
Proposed Start of Construction Activity	January 2017	
Proposed In-Service	November 2018	

Towns affected

Preliminary Northeast Expansion Project Town List

Berkshire County

- Dalton, MA
- Hinsdale, MA
- Lenox, MA
- Peru, MA
- Pittsfield, MA
- Richmond, MA
- Washington, MA
- Windsor, MA

Essex County

- Andover, MA
- Lynnfield, MA
- Methuen, MA

Franklin County

- Ashfield, MA
- Conway, MA
- Deerfield, MA
- Erving, MA

- Greenfield, MA
- Montague, MA
- Northfield, MA
- Orange, MA
- Shelburne, MA
- Warwick, MA

Hampshire County

- Plainfield, MA

Middlesex County

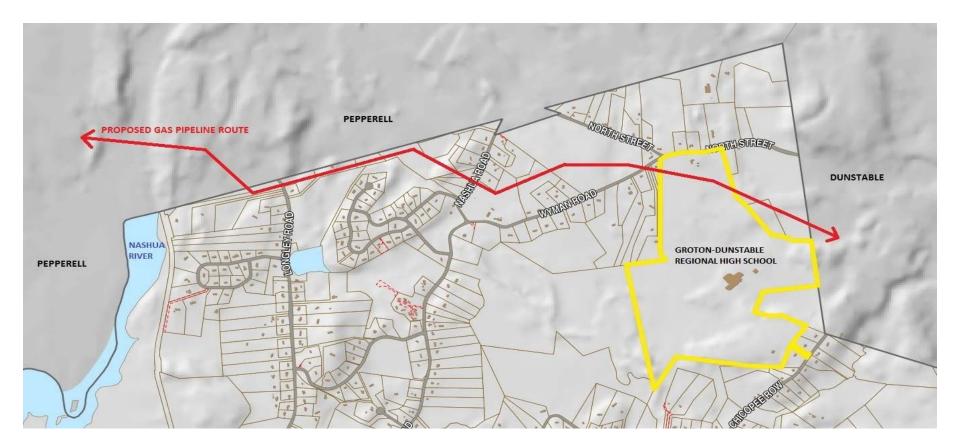
- Ashby, MA
- Dracut, MA
- Dunstable, MA
- Groton, MA
- Lowell, MA
- North Reading, MA
- Pepperell, MA
- Tewksbury, MA
- Townsend, MA

- Tyngsborough, MA
- Wilmington, MA

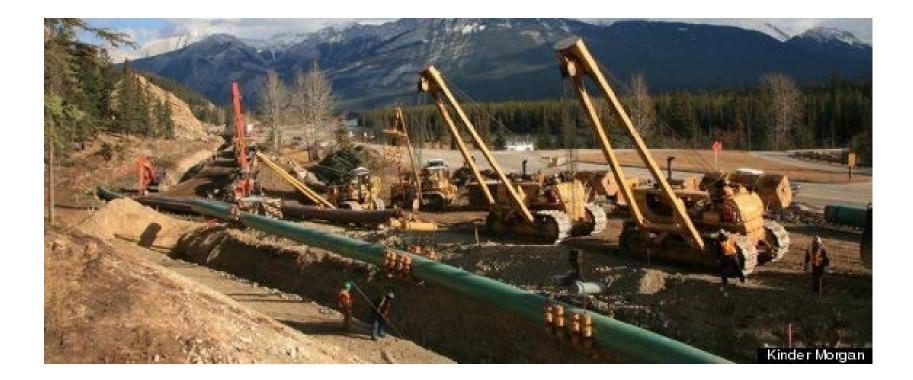
Worcester County

- Ashburnham, MA
- Athol, MA
- Berlin, MA
- Bolton, MA
- Boylston, MA
- Gardner, MA
- Lunenburg, MA
- Northborough, MA
- Royalston, MA
- Shrewsbury, MA
- Winchendon, MA
- Worcester, MA

Proposed Pipeline Route Through Groton



Pipeline Construction



- 100' clear cut during construction
- 50' permanent easement scar maintained by mowing, possibly herbicides

How we are affected – *Permanently altered land*



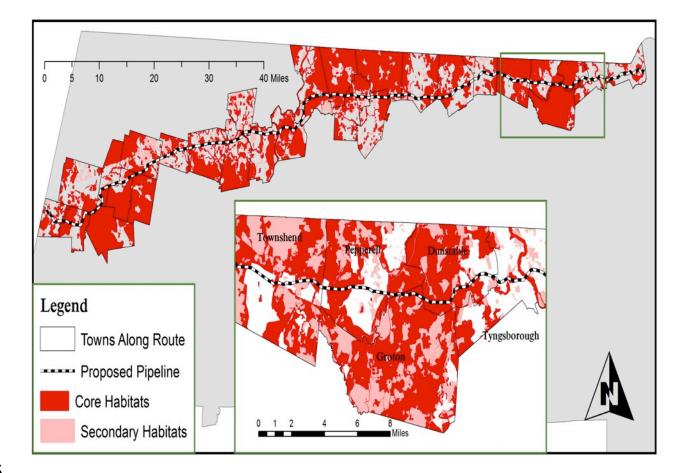
Dracut pipeline construction and easement

Copyright 2014 Nashoba Conservation Trust

Habitats affected*

Statewide Impact:

- 72 miles core wildlife habitat
- 32 miles of secondary wildlife habitat

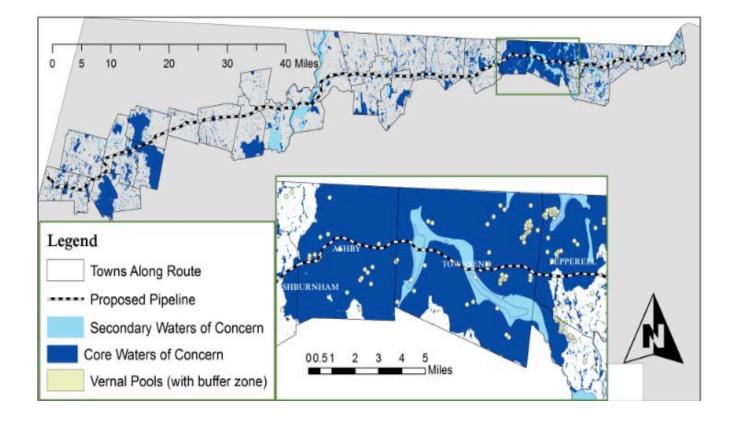


*Excludes laterals

Water resources affected*

Statewide Impact:

- 206 wetlands
- 15 outstanding water resources



*Excludes laterals

How we are affected - We may pay for the pipeline

"...the **New England States Committee on Electricity**, whose members are appointed by the region's six governors, wants a tax to fund pipeline construction.

- By ALISON SIDER, Wall Street Journal, April 27, 2014 7:24 p.m. ET

The IGER concept referenced in the above diagram was proposed by National Grid, UIL and Northeast Utilities, and may be a possible model for administering the new gas infrastructure and the allocation of costs

How we are affected - Eminent Domain

Section 7(h) of the Natural Gas Act (NGA) grants the right of eminent domain when a certificate of public convenience and necessity is issued by the Commission under section 7(c) of the NGA.

Thus, when the Commission finds that a proposed project is in the public convenience and necessity, **the pipeline company has the right to acquire the property for that project by eminent domain** if the pipeline cannot acquire the necessary land through a negotiated easement or where the landowner and the pipeline cannot agree on the compensation to be paid for the land.

- FERC

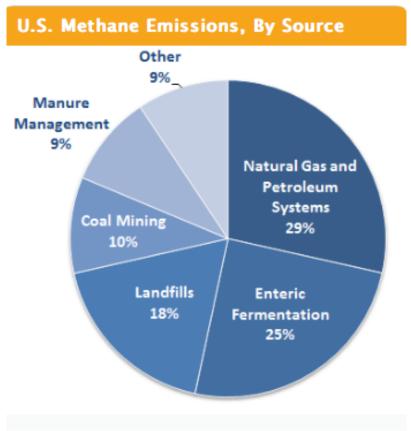
Federal law regarding natural gas pipelines usurps state and local laws regarding land use and protection

How we are affected - Greenhouse gas emissions

"Pound for pound, the comparative impact of CH4 on climate change is over 20 times greater than CO2 over a 100-year period."

- EPA

"The proposed Kinder Morgan project... is also contrary to the state's commitment to meet the green house gas (GHG) emission reduction targets of the *Global Warming Solutions Act.*" - Henry Tepper, President, MassAudubon



Note: All emission estimates from the Inventory of U.S. Greenhouse Gas Emissions and Sinks: 1990-2012.

How we are affected – Gas Leaks

- Nationally, 2.6 trillion cubic feet of natural gas "lost" between 2000-2011
- Equivalent to releasing 56.2 million metric tons of CO2
- In Mass., 99 billion cubic feet of natural gas "lost" between 2000-2011
- Mass. ratepayers paid as much as \$1.2 billion for gas they never received
- At least 45% of Mass.' methane emissions come from leaks

America Pays for Gas Leaks



Natural Gas Pipeline Leaks Cost Consumers Billions

A report prepared for Sen. Edward J. Markey

How we are affected - Potential safety issues

National, Gas Transmission, Significant Incidents: Count 1994-2013

Since 1995:

- 1247 incidents
- 41 fatalities
- 195 injuries
- \$1.7 Billion in property damage

Source: PHMSA Significant Incidents Files, Apr 01, 2014

An "incident" is recorded when:

- fatality or injury requiring in-patient hospitalization
- \$50,000 or more in total costs, measured in 1984 dollars
- highly volatile liquid releases of 5 barrels or more or other liquid releases of 50 barrels or more
- liquid releases resulting in an unintentional fire or explosion

How are we all affected? - Potential safety issues



San Bruno CA, 2010:

- 30" pipeline explosion
- 8 fatalities
- Dozens of homes destroyed

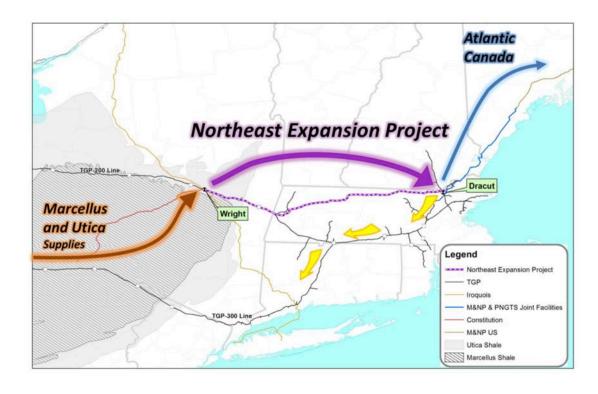
How we are affected - *Residents' concerns*

Pipeline's Potential QOL Impact	Homeowner Perspective
Homeowners rights/eminent domain	+
Rate increases to pay for pipeline	+
Natural resources and habitats	+
Town and regional character	+
Safety issues	+
Insurance costs	<u>-</u>
Property values	.
Pipeline expansion	<u> </u>
Electricity rates	?
Positive impact Potential Potential negative impact	Negative impact

Who benefits - Some gas planned for export

"In response to significant interest from local distribution companies, electric generators, industrial end users and **developers of liquefied natural gas projects in New England and Atlantic Canada**, Tennessee is holding an open season to solicit requests for service on new capacity which can be sized from approximately 600,000 Mcf per day ("Mcf/d") up to 2.2 Bcf per day ("Bcf/d")"

- Kinder Morgan Northeast Expansion Open Season notice



New England would not fully benefit from this project

What Opponents Have Been Doing

PUBLIC OPPOSITION

- Statewide Petition to Ban New Natural Gas Pipelines and Champion Efficiency and Renewable Energy, over 9,100 signatures online and on paper
- Town Resolutions

15 out of 15 towns & cities that have held votes so far have passed Resolutions to ban new pipelines within town borders, or Resolutions in favor of town rights to maintain local control.

PASSED

- Ashby
- Chesterfield*
- Conway
- Cummington*
 Shelburne
- Lenox
- Leverett^{*}
- Northampton^{*}

- Pelham^{*}
- Plainfield
- Sandisfield
- Warwick
- Wendell
- Windsor
- Worthington

SLATED FOR VOTE

- Ashfield (2-Pipeline & Comm. Rights)
- Becket^{*}
- Dalton

Drafting resolutions or gathering signatures

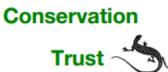
- Richmond, Deerfield, Dracut, North Adams and more!
- Pepperell is working on writing a joint resolution for multiple towns in the area, including Hollis, NH

Conservation Groups Opposing The Pipeline





Groton





Nashoba Conservation Trust





Massachusetts Association of Conservation Commissions

protecting wetlands, open space and biological diversity through education and advocacy

What Can We All Do?

- Send a message tonight to our legislators! Vote YES on the Non-Binding Resolution to oppose the pipeline.
- This is only the beginning! Keep abreast of activities and information on the town and new web site dedicated to educating the public about the pipeline. <u>http://grotonspace.com/pipeline</u>
- Speak to your neighbors, friends and get them to speak/write to elected officials...this affects all of us.
- Support the Selectmen on their new "Coalition Committee" which coordinates activities and position statements with neighboring towns. Encourage all town officials and boards to proactively oppose the pipeline.

- Participate/volunteer to help in *Stop* the Pipeline Walk Across Massachusetts in Groton on July 23
- Attend Stop the Pipeline Rally at State House on June 30
- Join over 9,000 other MA residents in signing the *Stop the Pipeline petition* to be sent to Governor Patrick.
- Reach out directly to state reps, senators, congressmen, and agencies involved in the decision process
- Stay up to date on the activities/positions of aligned groups, such as NRWA, GCT, GCC, School Committee and others.