



**FAYETTEVILLE**  
**EXPRESS PIPELINE LLC**

# FEP Customer Meeting

January 22, 2009



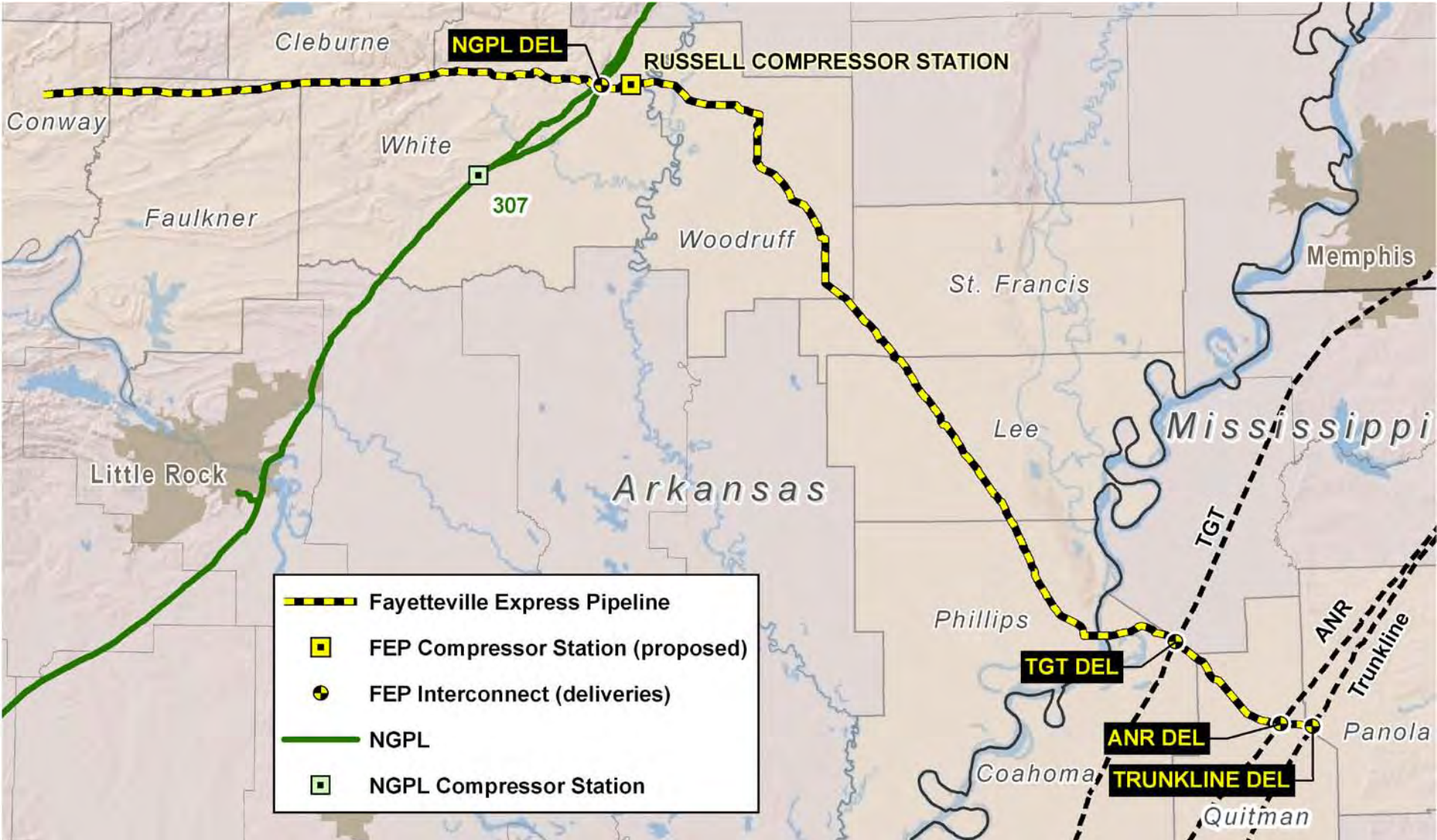
**FAYETTEVILLE**  
**EXPRESS PIPELINE LLC**

**WELCOME**



# Legal Cautionary Statement

Please keep in mind that sharing your company's forecasts, predictions, pricing plans, production plans or purchasing plans with competitors is illegal. Please do not discuss current or future prices, price trends, production, demand or other sensitive information with persons who are your competitors. Please do not use this meeting as a forum to share information that is proprietary or confidential. I'm sure that each of our employers has an antitrust policy in place. I ask that you keep that policy and the antitrust laws in mind during today's formal and informal activities.





# Project Description

- ❖ 184.3 miles of 42" pipe
  - 64.2 miles - 1,160 psig MAOP
  - 120.1 miles - 1,480 psig MAOP
  
- ❖ Pipe ordered from Ilva
  
- ❖ Russell Compression Station - 71,465 HP
  - Seven Caterpillar 8,180 HP units
  - Three Caterpillar 4,735 HP units
  - All 10 units ordered.



# Project Description (cont'd)

## ❖ Fifteen (15) Receipt Meters

- Producer specific

## ❖ Four (4) Delivery Meters

- |         |                      |
|---------|----------------------|
| ▪ NGPL  | 1,000,000 Dth/d      |
| ▪ TGT   | 500,000 Dth/d        |
| ▪ ANR   | 1,000,000 Dth/d      |
| ▪ TGC   | <u>750,000 Dth/d</u> |
| ▪ Total | 3,250,000 Dth/d      |



# Design Status

- ❖ Survey Permission acquired on 98.9% of route
- ❖ Civil Survey – 92.70% completed
- ❖ Detail Survey – 43% completed
- ❖ Limited Title Certificates
  - LTC's completed and submitted – 31.5%
  - LTC's approved by title lead -22.3%



# Russell Compressor Station

- ❖ Preliminary station layout completed.
- ❖ Completed topographic survey.
- ❖ Compressor sizing verified and ordered.
- ❖ Cooler design in progress and ordered.
- ❖ Working on MCC building layout.



# Environmental

- ❖ Proposed route generally parallels TGT Lateral, CenterPoint and Ozark Pipelines for the first 165 miles.
- ❖ FEP intends to minimize impacts to:
  - Biological Resources and Wetlands
  - Sensitive Cultural Resource Areas
  - Water-body Crossings
  - Land Access and Right of Way Issues



# Environmental (cont'd)

- ❖ Ecological surveys completed – 88%
  - No significant issues identified to date.
  
- ❖ Cultural Resources
  - 21 archeological sites have been identified;
    - 17 sites determined not eligible
    - One site has been avoided.
    - Two historic sites are currently listed as undetermined and will need to be evaluated by a historic archaeologist.



# FERC

- ❖ Initial Stakeholder meetings conducted October 27 through November 7, 2008.
  - State Agencies
  - Federal Agencies
  - Government
  
- ❖ Submitted NEPA Pre-filing request on November 14, 2008.
  - Docket # PF09-4-000



## FERC (cont'd)

- ❖ Received authorization to began NEPA Pre-Filing process on November 25, 2008.
- ❖ Public Open houses held from December 2 through 11,2008.
- ❖ Resource Reports #1 and #10 submitted to FERC on December 22, 2008.
- ❖ Scoping Meetings are scheduled for the second week of February.



## EA vs. EIS

- ❖ Pursuing option of using EA vs. EIS
  - Met with FERC Staff on November 12, 2008
  - Met with FERC Commissioners on November 24, 2008.
  
- ❖ Expect FERC to make a decision after its consultation with agencies and the scoping meetings.



# Dedicated Team

- ❖ Fayetteville Express has a dedicated team in Houston comprising Kinder Morgan and Energy Transfer Personnel:
  - Ron Brown (Kinder Morgan) Project Manager
  - Tom Siguaw (Energy Transfer) Project Manager
  - Kathy Rinehold (Kinder Morgan) Cost Control and Tracking
  - Omar Hayes (Kinder Morgan) Engineer
  - Pieter de Jong (Kinder Morgan) Environmental
  - Todd Haley (Energy Transfer) Managing Inspector
  - Jack Edwards (Energy Transfer) Construction Manager
  - Jill Schimek (Energy Transfer) Cost Control and Tracking
  
- ❖ FEP calls on the expertise of Kinder Morgan, Energy Transfer and outside contractors:
  - Regulatory Land
  - Business Development Public Relations
  - Purchasing Compression/Measurement
  
- ❖ Having a dedicated team helps insure the project will be on time and on budget.



# Anticipated Schedule

❖ Open Season	Completed	11/2008
❖ Civil and Environmental surveys		on-going
❖ NEPA Pre-filing request	Completed	11/14/2008
❖ NEPA Process Started		11/25/2008
❖ File FERC Application		05/2009
❖ Receive FERC Certificate		03/2010
❖ Construction Begins		05/2010
❖ Interim Service to NGPL		10/2010
❖ In-Service		01/2011



# QUESTIONS