

Chiavetta, Rosemary

P-2014-2411941

From: Chiavetta, Rosemary
Sent: Thursday, November 06, 2014 12:40 PM
To: battisti@thebravogroup.com
Cc: Charles, Thomas; Kocher, Jennifer R
Subject: FW: Sunoco announcement
Attachments: SXL_ME Fact Sheet_FINAL (1).pdf; SXL_Mariner East 2 Press Release_FINAL.pdf; SXL_ME2 Capital Investment Infographic_FINAL (1).pdf; SXL_Propane Infographic_FINAL (1).pdf

Sarah:

Please know that because the 31 Petitions filed by Sunoco Pipeline LP, currently before Administrative Law Judges Salapa and Barnes, are contested, on the record proceedings pending before the Commission, the Commissioners are prohibited from receiving or responding to any ex-parte communications regarding Sunoco's projects or other material possibly related to these cases, in accordance with Section 334 of the Pennsylvania Public Utility Code. Therefore, Commissioner Brown forwarded your communication to me as the Secretary of the Commission, and I will place these documents into the record of this proceeding along with this email to cure any possible ex-parte concerns.

In the future, if you wish to place documents on the record of these proceedings, please file them directly with my office. If you wish to send to the Commission press announcements or other such material as attached here, you may provide them to Director Tom Charles or Press Secretary Jennifer Kocher of our Office of Communications. Thanks you.

Rosemary Chiavetta
Secretary
Pennsylvania Public Utility Commission
Commonwealth Keystone Building
400 North Street
Harrisburg, Pennsylvania 17120
rchiavetta@pa.gov
717-787-8009



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NOV - 6 2014

PA PUBLIC UTILITY COMMISSION
SECRETARY'S BUREAU

From: Sarah Battisti [<mailto:battisti@thebravogroup.com>]
Sent: Thursday, November 06, 2014 9:50 AM
To: Brown, Gladys
Subject: Fwd: Sunoco announcement

Commissioner,

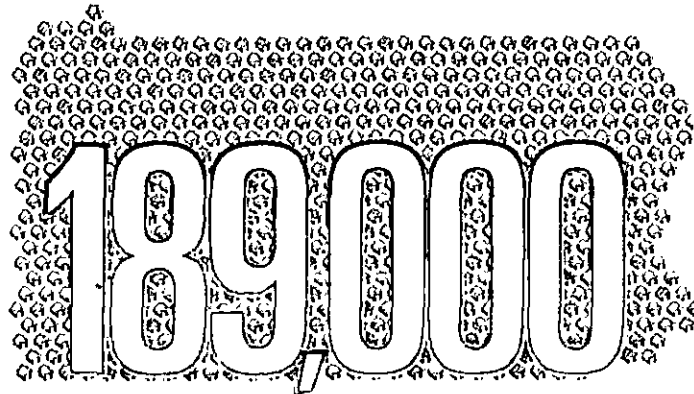
Please find the attached press release, fact sheet and helpful infographics on the ME2 announcement. If you have any questions, please let me know.

Best,
Sarah

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Sarah Battisti | BRAVOGROUP | Harrisburg

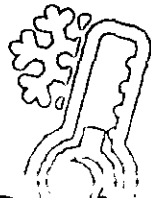
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Sarah Battisti | BRAVOGROUP | Harrisburg



189,000

PENNSYLVANIA HOUSEHOLDS USE PROPANE FOR HOME HEATING

LAST WINTER



Pennsylvania
experienced an
unprecedented
propane
shortage

*due to unusually
low temperatures
and lack of
pipeline capacity*



The average
price of
residential
propane jumped
more than

35%

*almost \$1.72
per gallon
higher than the
previous year.
The largest single
weekly increase
in 23 years.*

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**The Mariner East Pipeline could fully supply
every propane customer in Pennsylvania**
including residential heating and industrial applications.

What is Mariner East?

The Mariner East projects are designed to provide needed pipeline infrastructure to transport ethane, propane, and other petroleum products from the Marcellus Shale to markets in Pennsylvania and elsewhere. Additionally, the Mariner projects will play a major contributing role in repurposing of the Marcus Hook Industrial Complex as the Northeast Hub for distribution of natural gas liquids to commercial markets domestically and globally.

To date, Mariner East Phase 1 has created jobs and economic development opportunities throughout Pennsylvania, and the potential for additional job creation and economic development via Mariner East Phase 2 will be recognized in Ohio, West Virginia, Pennsylvania and Delaware.

Mariner East Phase 1

Mariner East Phase 1 is a project to build and connect an approximately 50-mile pipeline with existing lines to move ethane and propane from operations in Western Pennsylvania to the Marcus Hook facility along the Delaware River, where the products will be processed and sold in the United States and abroad.

Ethane and propane are byproducts of natural gas development. In order to utilize these byproducts, a new pipeline to transport ethane and propane as natural gas liquids (NGLs) from a MarkWest facility in Houston, Pennsylvania to Delmont, Pennsylvania will be built as part of the project. It will link with an existing pipeline that runs from Western Pennsylvania to the Marcus Hook facility.

The Marcus Hook facility is located in southern Delaware County, outside Philadelphia. A portion of the facility is in the state of Delaware.

Mariner East Phase 2

Mariner East Phase 2 is a project to build a new pipeline from Ohio through West Virginia, Pennsylvania and Delaware to transport Liquid Petroleum Gases (LPGs), also known as Natural Gas Liquids (NGLs), to the Marcus Hook facility along the Delaware River. The project will also lead to the creation of an NGL hub for distribution and processing for commercial markets.

Mariner East Phase 2 will expand the capacity of the Mariner East project by increasing the capacity of natural gas liquids moved from the Marcellus Shale to additional on-loading and off-loading points within Pennsylvania via a new 16-inch or larger pipeline.

Phase 2 is an important enhancement to our nation's pipeline infrastructure and will utilize the region's shale resources to create jobs in Pennsylvania and the surrounding region, rather than shipping it to the Gulf Coast. Mariner East Phase 2 is scheduled to be completed in late 2016.

Pipeline Regulation

Due to the interstate connection of the pipeline, the US Department of Transportation Pipeline and Hazardous Materials Safety Administration is responsible for regulating the pipeline. PHMSA regulates and ensures safe and secure movement of hazardous materials to industry and consumers by all modes of transportation, including pipelines. With respect to intrastate portions of product movement within Pennsylvania, the Pennsylvania Public Utility Commission (PUC) regulates the service of pipeline operators and collects public utility tax on pipeline revenue.

Built for Safety and Security

Pipelines are a proven safe mode of transportation for petroleum products that are central to our everyday life and essential to the United States' economy. Sunoco Logistics L.P. and its subsidiary, Sunoco Pipeline L.P. are committed to safety at the highest level.

The safety of Sunoco Logistics' (SXL) employees and the community is our highest priority as an organization, and we believe that no project is worth doing if it cannot be done safely. It is every employee's responsibility to conduct business in accordance with this mission, and it is management's commitment to provide the resources, equipment, training, and tools to ensure continued improvement.

That means rigorous testing of all pipes, new and existing, using the most advanced technologies available to analyze a pipeline's condition, and monitor its operation in real time. Certified controllers closely watch the pipeline's pressure, temperature and flow, 24 hours, 7 days a week from a control center dedicated exclusively to the safe operation of our pipelines, and can shut down pipeline operations remotely. We patrol the pipeline route, or right-of-way,

on the ground and by air for any potential hazards. And we reach out to neighbors, contractors and first responders to educate them about the pipelines in their communities.

America's vast pipeline network stretches over 2.5 million miles. Each year, pipelines carry billions of gallons of petroleum products -- including crude oil, gasoline, diesel and natural gas liquids like propane -- from areas where they are produced, to areas where they are refined and ultimately used. Sunoco Pipeline has been moving all of these products safely for 75 years.

Economic Benefits

Total amount of Natural Gas Liquids (propane, ethane and butane) per day:
Phase 1 – 70,000 barrels per day
Phase 2 – initial capacity of 275,000 barrels per day

Phase 2 Planned Capital Investment:
\$2.5 billion

Total Planned Capital Investment:
Approximately \$3 billion in Pennsylvania

Project Timetable

Phase 1 – Propane delivery - 4Q 2014
Project completion - Mid 2015

Phase 2 – Surveying complete
Land acquisition - Ongoing
Construction - TBD
Completion - End of 2016

Information & Inquiries:

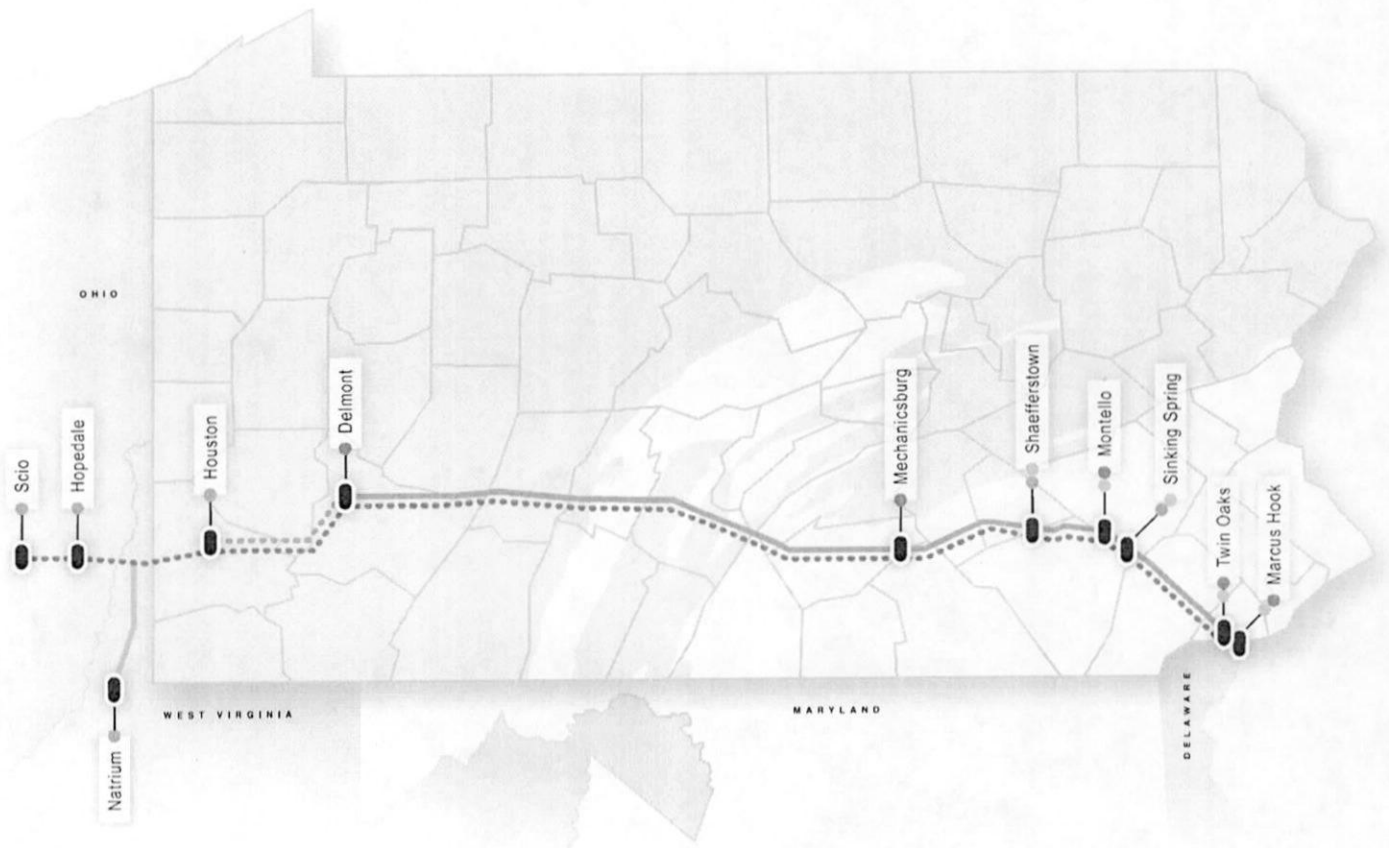
Sunoco Logistics
Mariner East Pipeline Project
525 Fritztown Road
Sinking Spring, Pennsylvania 19608
855.430.4491
sxlpipelineprojects.com

For additional information visit SXLPipelineProjects.com and follow @SXLupdates on Twitter

Mariner East Projects



Sunoco Logistics



- Proposed ME2 Pipeline
- ME1 Pipeline (Under Construction)
- Existing Third Party Pipeline
- ME1 Pipeline
- SXL Terminal Facilities
- Third Party Facilities
- Propane Delivery Points
- Marcellus Shale Formation



Sunoco Logistics



News Release

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Philadelphia, PA 19103-7583

For further information contact
Peter Gvazdauskas (investors) 215-977-6322
Jeffrey Shields (media) 215-977-3333

**SUNOCO LOGISTICS TO INVEST APPROXIMATELY \$2.5 BILLION
FOR MARINER EAST 2**

- **Company to Expand Critically Needed Infrastructure from Marcellus and Utica Shales;**
- **A PDH unit being developed at the Marcus Hook Industrial Complex as part of an NGL manufacturing hub**

PHILADELPHIA, November 6, 2014 – Sunoco Logistics Partners L.P. (NYSE: SXL) today announced a successful open season for Sunoco Pipeline L.P.'s Mariner East 2 project, the second phase of the Company's broader plan to provide critical pipeline transportation from the Marcellus and Utica Shales. Mariner East 2 will expand the Mariner East service to deliver natural gas liquids (NGLs) from the liquid-rich shale areas in Western Pennsylvania, West Virginia and Eastern Ohio to Sunoco Logistics' Marcus Hook Industrial Complex on the Delaware River in Pennsylvania, where it will be stored and distributed to various local, domestic and international markets. Sufficient binding commitments have been received from shippers, enabling the project to move forward.

Sunoco Logistics plans to invest approximately \$2.5 billion for Mariner East 2.

Mariner East 2 is anticipated to provide an initial capacity of 275,000 barrels per day of NGLs such as propane, butane and ethane. Combined with Mariner East 1 capacity of 70,000 barrels per day, the Mariner East project will provide 345,000 barrels per day of total NGL takeaway capacity from the shale regions. Mariner East 1 is expected to begin propane service by the end of 2014.

For Mariner East 2, Sunoco Logistics plans to construct a pipeline from processing and fractionation complexes in Western Pennsylvania, West Virginia and Eastern Ohio for transport to the Marcus Hook Industrial Complex. Sunoco Logistics plans to construct new facilities at the Marcus Hook Industrial Complex to store, chill, process and distribute propane, butane and ethane for distribution to local, domestic and international markets. Sunoco Logistics plans to offer intrastate and interstate movements to meet the demands of various markets. Mariner East 2 is expected to be operational by the end of 2016, subject to regulatory and permit approvals.

"This vital energy project will provide a comprehensive solution in the region to transport, store and process NGLs from the Marcellus and Utica Shales, and will provide the foundation for the continuing rebirth of the local manufacturing sector," said Michael J. Hennigan, president and chief executive officer. *"The project also enables the continuing development of the Marcus Hook Industrial Complex, as we convert a former refinery site into a world-class natural gas liquids hub in southeastern Pennsylvania."*

Sunoco Logistics will be investing approximately \$3 billion in Pennsylvania for the Mariner East projects to provide a mechanism for moving these resources within the Commonwealth. As part of this investment, the Mariner East projects will also allow for additional propane to be available for consumers

in local markets during high demand periods, such as last winter, via distribution terminals at points along the line.

The rapid expansion of natural gas liquids production from the Marcellus and Utica Shale deposits has significantly revitalized local economies across Pennsylvania, creating thousands of jobs and enhancing the country's energy supply. As more natural gas liquids flow through Pennsylvania to Marcus Hook, *additional full-time employment opportunities will grow with Sunoco Logistics' long-term investment at this 800-acre site.*

Sunoco Logistics is also actively developing the addition of an NGL manufacturing complex, including a propane dehydrogenation (PDH) plant at Marcus Hook for the manufacture of propylene. This furthers the revitalization plan for the Marcus Hook Industrial Complex, would add quality, permanent jobs, boost activity in the construction sector and act as a catalyst for further development of the regional manufacturing sector.

ABOUT SUNOCO LOGISTICS

Sunoco Logistics Partners L.P. (NYSE: SXL), headquartered in Philadelphia, is a master limited partnership that owns and operates a logistics business consisting of a geographically diverse portfolio of complementary crude oil, refined product, and natural gas liquid pipeline, terminalling, and acquisition & marketing assets. SXL's general partner is a consolidated subsidiary of Energy Transfer Partners, L.P. (NYSE: ETP). Sunoco Pipeline, L.P., a wholly owned subsidiary of SXL, is a public utility corporation regulated by the Pennsylvania Public Utility Commission and a common carrier regulated by the Federal Energy Regulatory Commission. For more information, visit the Sunoco Logistics Partners L.P. web site at www.sunocologistics.com.

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CAPITAL IMPROVEMENT PROJECTS IN PENNSYLVANIA

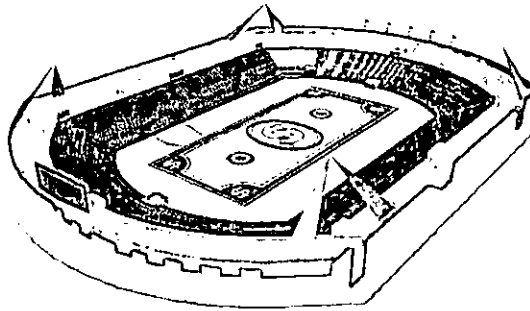


Sunoco Logistics

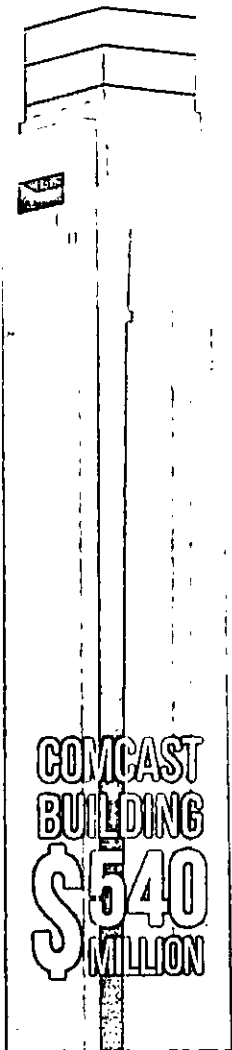
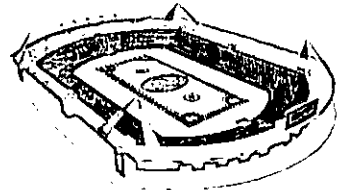


LINCOLN
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FIELD

\$512
MILLION



\$281 HEINZ FIELD
MILLION



COMCAST
BUILDING
\$540
MILLION

