

The Southern Connecticut Gas Company
60 Marsh Hill Road
Orange, CT 06477



A UIL HOLDINGS COMPANY

August 25, 2015

Dear Resident:

Natural gas is a major source of energy. The Southern Connecticut Gas Company (SCG), part of UIL Holdings Corporation, operates a liquefied natural gas (LNG) facility on Oronoque Road in Milford. This facility plays an important role in our gas supply inventory and meeting heating needs when it is bitter cold.

Liquefied natural gas provides our company with flexibility to meet peak customer needs when the temperatures plunge, heating demands surge and interstate pipeline capacity runs near capacity. It is at this facility where we safely and efficiently liquefy natural gas for storage. In a liquid state, the gas occupies less space than when in gas form.

The facility was built in 1972 and we plan to modernize it. Essentially, the work will enhance delivery capabilities to ensure that we continue to meet the growing demand for natural gas during the peak winter heating season. The enclosed fact sheet provides the highlights of the project, including our safety record. The project will be contained entirely inside the existing property fence line. Before we can begin this work, we will file an application about our improvement plan with the Federal Energy Regulatory Commission (FERC), a government agency that regulates the interstate transmission of electricity, natural gas and oil. Construction work will not begin until FERC reviews and approves our application. Once FERC's approval is secured, construction will begin. Approval is expected in mid-2016.

As a nearby property owner, we invite you to attend our open house on Thursday, September 10, 2015 at Milford City Hall Auditorium (110 River Street) from 5:30 to 7:30 p.m. where we will explain the project and answer questions you may have. Please come meet the team, learn about the project and ask questions. We expect to file our application with FERC in September.

If you need additional information, please give call Samantha Marone at 888-848-3697 or via email at Samantha.marone@uinet.com. You can also visit our website at: www.soconngas.com. The FERC website also contains useful information for members of the public: <http://www.ferc.gov/resources/guides/citz-guide-gas.pdf>.

Sincerely,

A handwritten signature in blue ink that reads 'Robert M. Allessio'.

Robert Allessio
President, The Southern Connecticut Gas Company