

3236 Hoster Road
Seneca Falls, NY 13148
senecadairysystems.com
(888) 373-6322



Dear Nael;

March 3, 2022

The need for a natural gas supply for use by Seneca Dairy Systems (hereinafter "Seneca") at the former Seneca Army Depot is marked by a confluence of considerations making natural gas the only available fuel source that is economically viable as well as contributing the least amount to Seneca Dairy Systems overall carbon footprint.

The first consideration for Seneca Dairy Systems is the ability of the energy source to sufficiently power Seneca's operations. Electrical power supplies are insufficient to generate sufficient power for the operations leaving Seneca with the choice of coal, propane, or natural gas to consume as fuel for its operations.

Propane is not a viable option as the equipment used by Seneca is unable to operate with propane. The cost of retrofitting such equipment, in the instances where that is even possible, would be cost prohibitive. Additionally, Seneca is not set up for, nor does it desire, to have large amounts of propane stored throughout its facilities. Due to the increased cost, the impracticality of converting equipment to propane use, and the increased risk associated with storage of large amounts of propane, Seneca does not see propane as being a viable alternative fuel at this time.

Currently Seneca is burning coal to meet its power consumption needs. A large motivating factor for the use of natural gas is to replace coal as the fuel of choice. At current consumption levels Seneca uses approximately three hundred (300) tons of coal per annum. The new galvanizing plant will consist of approximately 300,000 square feet of operating space in the first phase of development. With this estimate it is expected that maintenance of the new plant would require approximately 3000 tons of coal per year. This figure does not include the fuel for operation of the galvanizing machinery themselves, which Seneca expects will approximately double the fuel requirements, for a total estimated coal consumption of more than 6000 tons per year. Seneca would like to transition its operations to natural gas to reduce its reliance on coal.

Sincerely,

Earl Martin

Earl Martin, Managing Member Seneca Dairy Systems, LLC

MORE THAN A SUPPLIER, A PARTNER.