INTRODUCTION

National Grid is committed to conducting business in a manner that preserves the quality of the environment by continuously seeking ways to minimize the environmental impact of past, present and future operations. We are also committed to conducting our activities to meet all applicable laws and regulations, as well as company policies and the requirements of our Environmental Management System (EMS) and require the same of our vendors. Therefore, environmental performance is a consideration in the selection of contractors. National Grid's Environmental Policy should be viewed at http://www.nationalgridus.com/.

National Grid retains the right to require the contractor to immediately cease work activities if, in the opinion of National Grid, the contractor is not performing work in an environmentally-responsible manner or is in violation of National Grid procedures.

APPLICABILITY

This document applies to all contractors, vendors, consultants and others (hereinafter collectively referred to as 'vendors') who have a contractual relationship with National Grid.

COMPLIANCE WITH REGULATORY REQUIREMENTS

Vendors are required to comply with Federal, state and local environmental regulations and all other applicable laws, ordinances, and regulations, and project and site-specific permits. Compliance of personnel with all environmental and other applicable regulatory law and regulations is essential in protecting the environment.

SPILL PREVENTION

The Vendor shall conduct all activities in a manner that will prevent a release to the environment. Spill prevention measures, including maintaining spill control materials, may be required based on the activity being performed and the potential for spills.

Immediate notification by the Vendor to the appropriate Company representative is required for all environmental incidents resulting in a release of oil/hazardous materials or damage to public or private property. A written report describing the incident and proposing preventative measures must be provided to the Company within 24 hours of the incident.

The Vendor is responsible to make all required notifications to regulatory agencies in the required time frame and to ensure that the release is properly responded to, including cleanup and disposal of waste materials. The Vendor is responsible for hiring contractors for the cleanup of releases, as necessary. The Vendor may request assistance from the Owner in determining whether notifications are required and for guidance in response actions. If the Vendor does not respond appropriately, the Owner reserves the right to assume response actions and recover costs incurred from the Vendor.

DISPOSAL

The Vendor will work with the Owner to characterize all work-related wastes to ensure proper management and shall arrange for disposal in accordance with Federal, state and local regulations. The Vendor will work with the Owner to prevent pollution at the source, minimize waste generation and recycle/reuse materials when economically feasible (e.g., recycle oily soil via asphalt batching). There shall be no onsite disposal of wastes unless specified by the Owner elsewhere in the Agreement.

CHEMICALS

The Vendor shall provide a Material Safety Data Sheet (MSDS) for each material to be used during the work. All chemicals must be approved for use by the Safety Department and the Environmental Department.

All unused chemical (non-waste) products originally brought to the property by the Vendor shall remain the responsibility of the Vendor and shall be removed by the Vendor at the conclusion of the Vendor's onsite activities.