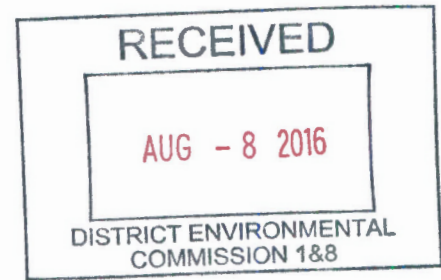


Aug. 1, 2016

Mr. William Burke
District #1 Environmental Coordinator
District #1 Environmental Commission
440 Asa Bloomer State Office Building
Rutland, Vermont 05701-5903



Re: 1R0813-2-D - Pico Interconnect - Request for a 5 year Extension of Construction Completion

Dear Mr. Burke:

Enclosed please find an original and four copies of the following:

1. An application co-signed by the Department of Forests, Parks and Recreation, and Pico Pond Associates as land owners.
2. A check for \$62.50
3. Schedule A: Fee Information
4. Schedule E: Adjoiner Information
5. Schedule F: Certificate of Service and Town Notice

Project Status:

The Pico Interconnect project consists of 4 chairlifts and 110 acres of ski trails with snowmaking located between the Ramshead Mountain at Killington and Pico Ski area. The work completed to date includes the Pipeline trail originally constructed as the waste water line route for the Killington Grand Hotel permit issued in July 1997, which was converted to a ski trail with the granting of the Pico Interconnect permit issued in November 1997.

A connector trail between Swirl on Ramshead and the pipeline trail was constructed in 1999. This trail system is used for grooming vehicle access to Pico in the winter season and jeep access to Pico one weekend during the summer season. There is no skiing access, with the exception of limited cross-country skiing and snow shoeing activity, between Killington and Pico at this time.

Permit 1R0813-2 was issued on November 24, 1997, and extension of construction completion 1R0813-2-D was issued August 14, 2011, with construction completion by August 14, 2016.

Project Extension Discussion:

The major factor driving the current status of this project and plans going forward are market conditions. For this particular project, there is a relationship between the Pico Interconnect and the approvals tied to the development of a Village. The Village is based on investment strategy, market conditions, and the ability to secure agreements with development partners. Funds for

the lift construction and further trail development in the interconnect project would likely not be available until a cash flow catalyst such as sales of units from a Village project are initiated. At this time the development company, SP Land is going through the initial permitting process for early phases of the village.

I would also add that the KPSRP's and SP Land have complied with and submitted a comprehensive Water Quality Remediation Plan to the Stormwater Agency which has received final approval.

Please let me know if you have questions or need further information.

Sincerely,

A handwritten signature in black ink, appearing to read 'Jeffrey Temple', with a stylized flourish at the end.

Jeffrey Temple
Killington Resort/Pico Mountain
Director of Mountain Operations / Facilities Maintenance
T: 802.422.6219
C: 802.770.8866
F: 802.422.6719
Killington.com / picomountain.com

attachments

cc: Certificate of Service