

Sixteenth Installment of Information on the Anmore Renewable Energy Foundation Access to Information Responses. Amendment to the Western Economic Diversification Canada Agreement No. 000004232. December 2009.

Danielle Vlemmiks

From: Michael Fisher
Sent: Tuesday, March 23, 2010 8:02 AM
To: Danielle Vlemmiks
Subject: RE: Anmore BN and letter: PDF and word

Thanks Danielle. The file did not contain the signed ones so I was unclear if it was ever completed. If it's one of "these" cases and I am involved you should know that it's a mess and my job is to clean it up. Just think – I could have been a sanitation engineer and probably earned more. Actually I spent 3 summers as a road sweep earning huge amounts of money when I was at University. Little did I know it was training for a regular job.

Thanks again

Michael Fisher
Senior Business Officer / Agent principal des services aux entreprises
Western Economic Diversification Canada / Diversification de l'économie de l'Ouest Canada
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Government of Canada | Gouvernement du Canada

From: Danielle Vlemmiks
Sent: Monday, March 22, 2010 4:17 PM
To: Michael Fisher
Subject: Anmore BN and letter: PDF and word

Hi Michael,

Here is what I have for the Anmore project... let me know if you need anything else!

Danielle

AMENDMENT TO AGREEMENT FORM

Program: Western Diversification Program
Client Name: Anmore Renewable Energy Foundation
Address: Village Hall
2697 Sunnyside Road
Anmore BC V3H 3C8
Region: BC

Project No: 000004232
Client No: F06467
Amendment No: 7

PROJECT DESCRIPTION SUMMARY:

The project is to conduct a feasibility study to build a small scale, pre-commercial renewable energy system integrating hydro, solar, and wind, to generate electricity and green hydrogen and to construct an educational and research facility in the BC Hydro Buntzen Lake Reservoir Recreation Area. It represents the first phase of the 'Anmore Renewable Energy Project', an ambitious initiative of the Anmore Renewable Energy Foundation [Foundation], a registered charitable trust of the Village of Anmore. The Foundation was created to demonstrate that clean renewable energy can be locally generated to help meet local needs, especially for small remote and First Nations communities, and to help reduce greenhouse gas emissions. Expert consultants will be engaged to manage the project and to carry out the study, including site surveys and environmental assessment, conceptual and physical planning, research and educational programming, industry partnerships, renewable energy components and technology integration, and public consultation. Financial and in-kind support for the project has been secured from several partners including the BC Ministry of Environment, BC Hydro, the University of Victoria, the BC Institute of Technology, the BC Municipal Finance Authority, the BC Independent Power Producers Association, as well as private sector interests. The study will determine the technical feasibility, costs, and next steps for the initiative that are to develop the renewable energy system and construct the educational and research facility. The implementation phase would generate direct economic benefits from locally procured materials, services, and technologies. The project will also benefit small communities considering developing integrated energy systems and help educate students about renewable energy.

CASHFLOWS

	<u>Current</u>	<u>Revised</u>
2006/2007	\$11,610	\$11,610
2007/2008	\$61,060	\$61,060
2008/2009	\$0	\$0
2009/2010	\$47,330	\$0
Total	\$120,000	\$72,670

A) BRIEF SUMMARY OF AMENDMENT:

AREF has found itself in an overpayment situation vis stacking on the project. It is unable to provide sufficient paid costs to satisfy the overpayment, and the board of the Recipient has resigned, and the project is past its March 2009 completion date. The amendment locks in cashflow at the amount expended on the project, regardless of the \$19833 receivable.

B) AMENDMENT:

Amend Attachment "A", Statement of Work, Section I. iv, Project Scope, Cashflows as follows:

From:

I PROJECT SCOPE
iv) Cashflow

The amounts to be paid by the Minister shall not exceed the following amounts in the Minister's fiscal years ending March 31:

<u>Year</u>	<u>Amount</u>
2007	\$11,610
2008	\$61,060
2009	\$0
2010	\$47,330

To:

I PROJECT SCOPE
iv) Cashflow

The amounts to be paid by the Minister shall not exceed the following amounts in the Minister's fiscal years ending March 31:

<u>Year</u>	<u>Amount</u>
2007	\$11,610
2008	\$61,060
2009	\$0
2010	\$0

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Page 1 of 2

Project Number: 000004232

Anmore Renewable Energy Foundation

Amendment Number: 7

C) REASON FOR AMENDMENT:


Since the 3rd claim (costs to March 31, 2008), the Recipient has shown stacking at 110% vs. the 90% approved limit. When costs for the 4th claim arrived, they did not satisfy the problem and the claim to September 2008 was held unapproved pending additional paid costs. These have not arrived. Despite numerous emails and face-to-face meetings, no additional paid costs were demonstrated and AREF has been unable to provide any solution. The stacking maximum, including unprocessed 4th claim costs, is \$127,837.

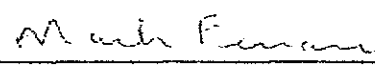
Deducting from this amount the \$75,000 from the Ministry of the Environment leaves \$52,837 to be funded from WD. The project is in default, with approximately \$19,833 owing to WD. AREF is in default of its charity status for failing to file, and its board members have either resigned or their terms have expired. Recovery action is the next step.

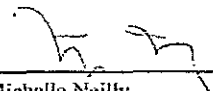
The project came in considerably under budget. The 4 phases in the original project were discrete feasibility-study activities, related only by the recipient. As each phase was investigated, the phase was terminated if it proved not feasible. Wind power was not viable, support for a locally-based sustainable energy training centre did not develop, and run-of-river power had numerous barriers. The ultimate outcome of the project is a solar panel installed at the Village of Anmore town hall.


As funds from past payments are owing, WD's expenditures are overbooked based on the \$72,670 expended on the project. Fiscal 2007's cashflow is locked in at \$11,610 from part of claim 1. Fiscal 2008's costs are partly reimbursed in claim 1 (\$23,153) and well as all of claims 2&3 (\$14,879+\$23,028) totalling \$61,060. The \$61,060 includes an overpayment of \$19,833, but WD's cashflow for 2008 is based on total funds expended.

RECOMMENDATIONS AND APPROVALS

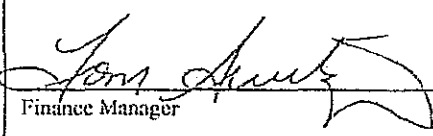
 18 Dec 09
Date
Doug Hawes
Officer

 21/12/09
Date
Mark Ferrari
Manager

 Dec 21/09
Date
Michelle Neilly
Director/Director General

 21/12/09
Date
Gerry Salembier
Assistant Deputy Minister

CERTIFIED UNDER SECTION 32 OF THE FINANCIAL
ADMINISTRATION ACT THAT FUNDS ARE AVAILABLE

 Dec. 22/09
Date
Finance Manager

Handwritten notes:
FF
21/12/09
w