Re: D-57, Install Waste Oil Storage Tanks, Mary's Harbour, \$84,200

Q. Why has the location of a waste oil tank in the 2008 Capital Budget beenchanged from L'Anse au Loup to Charlottetown?

A. The diesel generating plant in L'Anse au Loup currently operates on a stand-by basis. The diesel plant in Charlottetown operates in a continuous mode, therefore, producing more waste oil annually. For example, during the three year period 2005 – 2007, the average annual production of waste oil at the L'Anse au Loup and Charlottetown plants were 1,845 litres and 2,857 litres respectively. Therefore, from an operations and environmental perspective, Charlottetown was the preferable location to install the system in 2008. The tank for L'Anse au Loup is currently planned to be installed in 2012 as it poses a lesser environmental threat.