

OPG Proprietary

February 20, 2020

File No: 00216-CORR-00120-0817732

Her Worship Anne EadieMayor, Municipality of Kincardine
1475 Concession 5, RR5
Kincardine, ON N2Z 2X6

Dear Mayor Eadie:

Ontario Power Generation's (OPG) Deep Geologic Repository for Low and Intermediate Level Radioactive Waste (L&ILW DGR) Project

OPG would like to recognize and thank the Municipality of Kincardine for your continued support for the DGR Project. The Municipality of Kincardine's support was crucial through the DGR Project process: from approaching OPG regarding working together on a long-term solution to OPG's low- and intermediate-level radioactive waste; to endorsing a DGR and entering into a hosting agreement; to your support through the JRP hearings; and ongoing support through engagement with the media and in your community. OPG is grateful for your participation and engagement.

The Saugeen Ojibway Nation (SON) Communities have decided not to support the L&ILW DGR Project in their territory. OPG is keeping its commitment, respecting the SON Communities' decision, and therefore OPG does not intend to carry out the Project.

In accordance with the terms and conditions of the OPG/Kincardine DGR Hosting Agreement (2004) as amended (2018), OPG will be terminating the agreement effective March 30, 2020. Upon termination of the agreement, all monies currently held in trust will return to OPG and payments under the agreement will cease.

The purpose of the DGR Hosting Agreement was to recognize the role of the municipality in a project that would enable permanent disposal, as a lasting solution. Such agreements are considered best practice around the world, for permanent-disposal facilities. Cessation of the project means the related agreement is no longer required.

OPG will make its final payment to the Municipality of Kincardine for 2020, once necessary steps to close the project are taken. This payment will be made via direct deposit to your bank by April 30, 2020.

As OPG moves forward with developing alternate solutions, we will continue to manage waste storage on an interim basis, safely and in compliance with applicable laws and regulations. Rigorous oversight will continue to be provided by OPG, as well as the Canadian Nuclear Safety Commission and other authorities. Our staff are proud of our continued high performance and safety and environmental protection at the Western Waste Management Facility.

Any new site-selection process will include engagement with interested municipalities. We look forward to a collaborative discussion to help us build on our collective experiences.

Sincerely,

A handwritten signature in cursive script that reads "Lise Morton".

Lise Morton
Vice President
Nuclear Waste Management

cc: Sharon Chambers, Municipality of Kincardine CAO
Roxana Baumann, Municipality of Kincardine Director of Finance/Treasurer