

Kari Smith and Bryan Zerebeski City of Saskatoon 222 3rd Ave N Saskatoon, Saskatchewan S7K 0J5

Dear Kari Smith and Bryan Zerebeski:

We are pleased to inform you of federal approval-in-principle of funding for the St. Paul's Hospital Combined Heat and Power Installation project in Saskatoon, Saskatchewan, under the Low Carbon Economy Fund Challenge – Champions stream. This approval is given following a successful review of your project under the terms and conditions of the Low Carbon Economy Fund Challenge – Champions stream. Federal funding of this project will be up to \$1,190,038 of the total eligible project costs.

The funding agreement, when signed, represents the final step in the federal approval of the project and will outline in detail the conditions under which federal funding will be provided. Eligible costs, as determined under terms and conditions of the Champions stream, can only be incurred and reimbursed as of the date when the last party signs the funding agreement. The funding agreement must be signed by all parties within 45 business days of the date of receiving the funding agreement. In the meantime, any public announcements with respect to Canada's funding towards the project should not be made without prior consultation and approval by Canada.

Thank you for your collaboration to date and we look forward to continuing to work together to conclude a funding agreement for this project.

Sincerely,

Jesse Fleming

Executive Director, Low Carbon Economy Fund Pan-Canadian Framework Implementation Office Environment and Climate Change Canada