

May 12, 2017  
**VIA E-MAIL**

Chris Raffael  
Senior Environmental Officer  
Provincial Officer #1551  
Ministry of the Environment and Climate Change  
Kingston Regional Office  
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**Reference: Amherst Island Wind Project (“AIWP”) – Operations Plan**

Dear Chris,

Thank you for recently reaching out to us regarding the Operations Plan (“OP”) we have submitted to Loyalist Township. As you know, Windlectric has worked diligently over the past eight months to produce an OP that complies with the Road Use Agreement (“RUA”) and responds to the concerns of the Township and its residents.

Windlectric has submitted five versions of the OP, received written feedback on the drafts, attended numerous meetings with the Township’s staff, listened to the staff’s concerns, and hosted a town hall meeting with local residents. This was all done with a view to addressing comments received and creating an OP that would minimize the impact of the construction of the Amherst Island Wind Project on the area’s local residents.

Windlectric believes it has more than met its obligations under the RUA and has addressed each of the Township concerns in a reasonable manner. Despite its efforts, Windlectric acknowledges that the Township may have additional concerns with certain aspects of the OP. It is Windlectric’s view that a council sanctioned position on the deficiencies, if any, as contemplated in section 38 of RUA will be beneficial to the Township and Windlectric. The benefits include (i) ability to focus efforts on resolving any outstanding items and (ii) extinguishing the tension linked to an undefined list of council expectations in a time constrained environment. Windlectric believes a timely decision by council, with or without conditions, mitigates the risk of the parties defaulting to the arbitration provisions within the RUA.

Windlectric would welcome any assistance you might provide in determining if further reasonable accommodations by Windlectric will be sufficient to meet the Township’s concerns before or after the council decision on the OP.

As we discussed on Friday, May 5, 2017, Windlectric is prepared to have three-way dialogue with you and with the Township in an effort to seek to address the Township’s issues. The Township has indicated that it cannot meet in a timely manner and no meeting has been scheduled.

On May 2, 2017, Windlectric submitted its most recent OP to the Township and requested, pursuant to section 38 of the RUA, that the Township place the OP before the Township council at its next scheduled meeting. We remain willing to engage with the Township on the OP, including with your assistance, however the project's looming deadlines have forced us to require that the Township comply with the RUA's timing provisions regarding the OP, including by placing the OP before council for consideration. To clarify our interpretation of the RUA obligations, we provided a letter to Mr. Maddocks earlier today, on which you were copied.

Windlectric looks forward to moving ahead with the project and continuing to work constructively with all parties involved.

Regards,

Algonquin Power Co.  
(on behalf of Windlectric Inc.)



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Jeff Norman  
Chief Development Officer – Algonquin Power & Utilities Corp.

cc: Robert Maddocks, Chief Administration Officer, The Corporation of Loyalist Township  
David MacPherson, Public Works Manager, The Corporation of Loyalist Township