



The Pacific Northwest LNG Facility and Prince Rupert Gas Transmission Pipelines Projects

Benefits provided by PNW, PRGT and the Province of BC

1. INITIAL ONE-TIME PAYMENTS

a) On approval, signing of preliminary agreements	\$20,168,000
b) On construction of projects	\$ 2,090,000
c) On start-up of operation of projects	\$ <u>5,590,000</u>

Subtotal: \$27,848,000

2. ANNUAL PAYMENTS

start at approximately \$12,924,000 rising annually over 40 years to approximately \$50,538,351 at year 40

- payments are for the life of projects (approximately 40-60 years) using 40 years as an assumption in this summary
- payments for some portions of these monies over 40 years reflect adjustments for inflation and for negotiated increases of 1% annually and 5% annually for certain time periods and for predicted increases in production based on company plans

approximately \$1,014,135,183 (or \$1.014 Billion) over 40 years

3. LANDS PACKAGE

- a) Lands – 2,200 ha (5,400 acres) in lands in the Prince Rupert Harbour area and adjacent to IR #1 to be transferred to Lax Kw'alaams as private lands for industrial or residential use (estimated value at \$20,000 per acre for a total of \$108,000,000)

- b) Additional “lands of interest” in Prince Rupert Harbour area and at Grassy Point (1,000 + ha) identified for further negotiation with Lax Kw'alaams (value to be determined)

Subtotal: \$108,000,000

4. TARGETED FUNDS

Certain funds provided as initial, one-time or annual payments are targeted, most are not:

- \$6,000,000 for Tuck Road paving;
- \$2,500,000 for fisheries compensation and monitoring;
- \$1,750,000 for capacity funding;
- \$225,000 annually for scholarships (\$9,000,000 over 40 years);
- \$18,500,000 for training program (over ten years).

5. EMPLOYMENT

Every Tsimshian person who applies for a job that is vacant in the commercial operations phase will be hired provided that person has:

- i) completed the training program;
- li) meets other ordinary job requirements; and
- iii) is otherwise qualified for the job.

6. TOTAL VALUE OF BENEFITS PACKAGE OVER 40 YEARS

approximately \$1,149,983,183 (or \$1.149 Billion)

Membership will be asked to vote by a show of hands after the presentations whether or not you support the development of these LNG projects in the territory and the benefits packages that are being offered.