

LNG Environmental Stewardship Initiative

Breakout Session #3

RECOMMENDATION FOR THE OVERALL ALLOCATION OF LNG ESI FUNDING

The Governance Working Group is considering a few allocation scenarios for the LNG ESI financial allocation. Those scenarios include:

- 1) No further investment: spend the full ~\$30M¹ and limit ESI to a 3 year program;
- 2) No further investment, spend a portion of the \$30M and putting the remainder in Trust as an endowment to spend over a longer period of time;
- 3) In addition to putting a portion of the \$30M aside for a Trust, seek additional endowment investment from partners²;**
- 4) Aim to spend \$30M over three years to increase impacts and seek investment based on those results for further projects.

OVERALL FUNDING SCENARIO

Which of the above scenarios do you support recommending?

Do you have any other comments on the overall ESI allocation?

RECOMMENDATION FOR THE FINANCIAL ALLOCATION OF LNG ESI FUNDING IN FISCAL 15-16

To support regional stewardship forum decisions on demonstration projects scope and budgets, financial allocation for the 2015-16 must be made. Three scenarios have been developed for regional allocations:

- 5) (see 1 above) Allocate each region $\frac{1}{4}$ of the \$10M annually available over the next three years
- 6) (see 2 above) Allocate an envelope available to each region over the 2015-16 fiscal year – amounts between \$500,000 and \$2M were contemplated.

¹ The development process has drawn down approximately \$100,000 from the original \$30M allocation to date. As a result, the total available amount is slightly less than \$30M.

² This option was preferred by participants at the May 13th GWG meeting.

- 7) (see 3 above) Allocate an envelope available to each region for this fiscal year, with the stipulation that matching funding must be sourced.

FISCAL YEAR 2015-16 REGIONAL ALLOCATION

Which of the above scenarios do you prefer, and why?

Do you have any other comments on the fiscal year 2015-16 regional allocation?

To support the mandate of the Governance Working Group, the group has identified the need for contracted resources for communications, research, report writing, and possibly other activities. Three possibilities are put forward for your comment:

- No funding allocated for GWG activities this fiscal year
- \$200,000 allocated for GWG activities this fiscal year
- Agree in principle to fund GWG activities on an as-needed basis

FISCAL YEAR 2015-16 GOVERNANCE ALLOCATION

Which of the above scenarios do you prefer, and why?
