

AECOM

2540 Kensington Road NW, Calgary, AB, Canada T2N 3S3
T 403.270.9200 F 403.270.0399 www.aecom.com

March 20, 2009

Project Number: 0171-142-01-08

Leslie Payette
Manager of Environmental Administration
Nunavut Impact Review Board
P.O. Box 1360
Cambridge Bay, NU X0B 0C0

Dear Leslie:

Re: 04DN001 (DYE-M, Cape Dyer) 2008 Annual Report

AECOM Canada Ltd. is providing the following information as per the requirements listed for the annual report. The information is being provided on behalf of Defence Construction Canada and the Department of National Defence.

a.) Summary of activities undertaken for the year, including but not limited to the amount of contaminated soil removed from the site.

Currently, no contaminated soil has been removed from the site. Approximately 10 cubic metres of CEPA contaminated soil has been excavated, put into TDG approved containers and placed in the Temporary PCB Storage Area, which is registered with Environment Canada. Approximately 6,600 cubic metres of Tier II impacted soil was excavated and placed within the Tier II Soil Disposal Facility, 5900 cubic metres of Tier I and Type A hydrocarbon impacted soils were placed in the Non-Hazardous waste Landfill and 20,000 cubic metres of Type B hydrocarbon impacted soil was placed within the landfarm for treatment.

b.) Work plan for the following year.

The work plan for the 2009 construction season is to finish the clean up program as described in the 2005 submission.

c.) Update on the extent of contamination on-site and supporting documentation.

An exhaustive site investigation was completed in 1997, 1998 and 2000 to determine all areas of contamination prior to the preparation of the specifications and drawings. No additional areas of contamination were identified in 2008.

d.) Wildlife encounters and actions/mitigation taken.

Wildlife observations included polar bears, especially in late August/Early September. There were no encounters as the main mitigative measure is avoidance.

e.) Summary of local hires and initiatives.

Approximately 37% of an average staff number of 130 were local hires.

f.) Summary of community consultations undertaken and results (if any).

The results of the community meetings held by DCC were submitted with the Project Description submission. The contractor typically holds a project start up meeting each year prior to the start of construction.

g.) Summary of site visits by inspectors with results and follow-up actions.

An inspection of the site was conducted by INAC Water Resources on August 22, 2008. No inspection report was received and no follow-up actions were required.

h.) Summary of site visits with community members.

N/A.

i.) Site photos and updated maps.

Selected site photos are attached. The site plans have not been updated.

j.) Number of barges utilized.

There were three barge trips into the site; two for fuel and supplies in August and one for demobilization of some equipment in October.

k.) Issues related to monitoring, including updates to the plan.

To date, there have been no issues or updates to the monitoring plan.

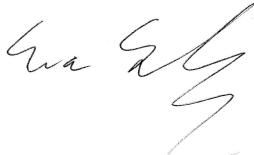
l.) Revisions to the abandonment and restoration plan.

The entire project is an abandonment and restoration plan. There are currently no updates to the plan.

m.) Summary of how it has complied with all project Terms and Conditions and how the terms and conditions are achieving their purpose.

The Terms and Conditions supplied by NIRB are consistent with the requirements of the Project Description and Screening Report submitted by DCC, which were based on the specifications and drawings. The specifications and drawings are part of the contract package that the contractor must adhere to, and therefore, contractor compliance with the contract documents ensures compliance with the NIRB Terms and Conditions. DCC has a Contract Manager on-site for the duration of the construction season to ensure compliance with the contract.

Sincerely,
AECOM Canada Ltd.

A handwritten signature in black ink, appearing to read 'Eva Schulz', with a stylized flourish at the end.

Eva Schulz, P.Ag.
Eva.Schulz@aecom.com

EMS
Encl.
cc: Douglas Craig, DCC

Statement of Qualifications and Limitations

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- were prepared for the specific purposes described in the Report and the Agreement;
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This Statement of Qualifications and Limitations is attached to and forms part of the Report.



Photograph 1. Lower Camp Landfill East – Landfill Excavation.



Photograph 2. Beach Landfill North – Completed Landfill Excavation.



Photograph 3. Regrade Areas within Debris Area #12.



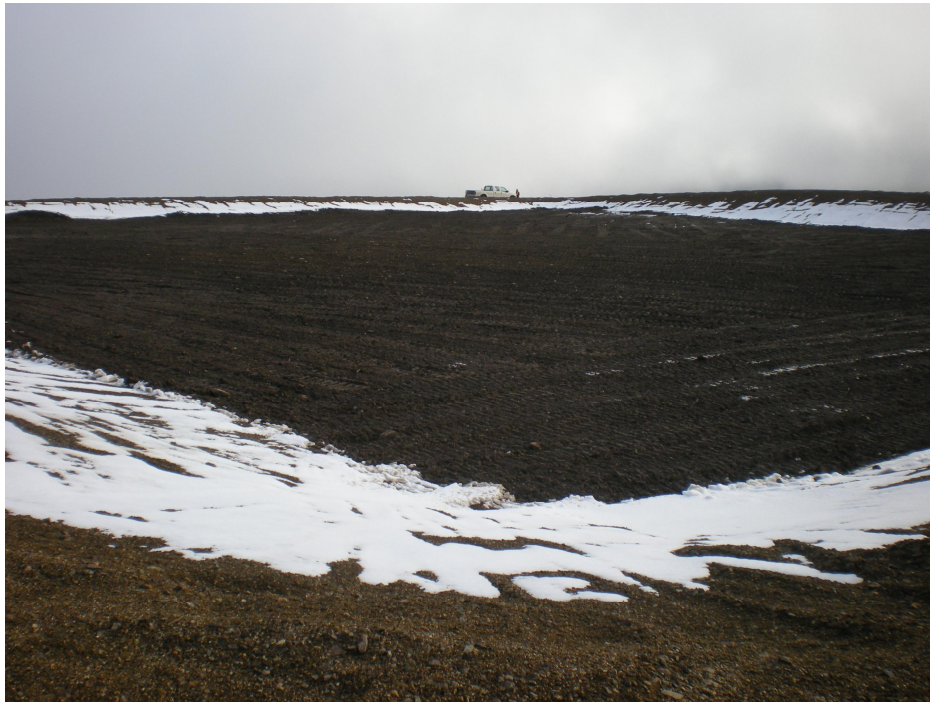
Photograph 4. Powerhouse Landfill.



Photograph 5. Lower Site Tier II Disposal Facility.



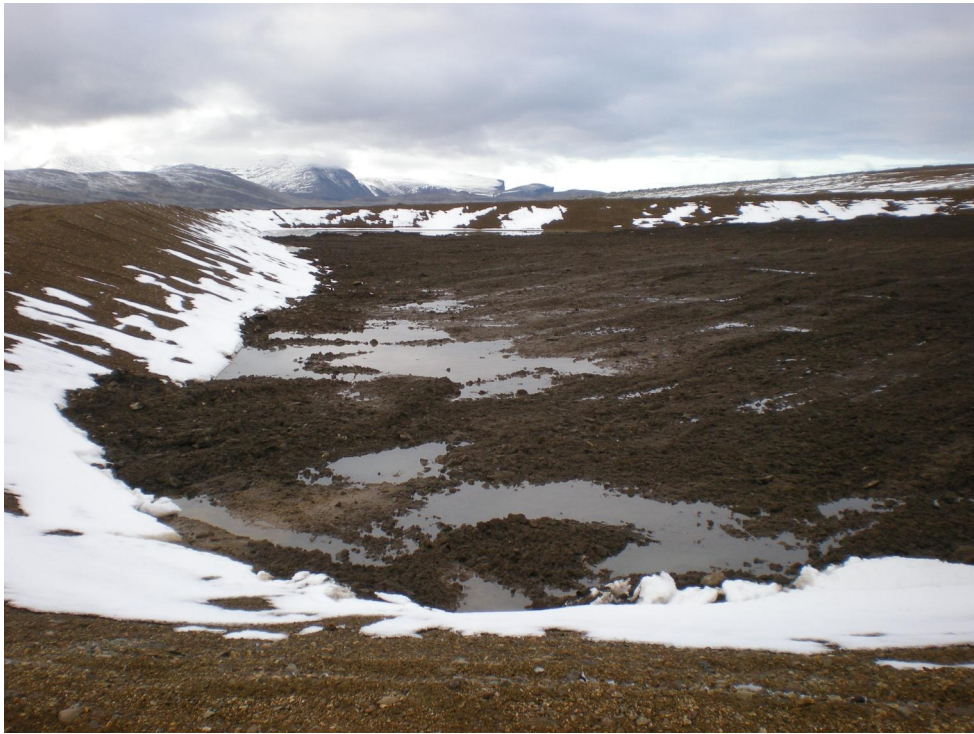
Photograph 6. Landfarm – Containment Berms and Runoff Collection.



Photograph 7. Upper Site Tier II Disposal Facility.



Photograph 8. Foundation Landfill.



Photograph 9. Upper Site Non-Hazardous Waste Landfill.



Photograph 10. Crossroads Landfill.



Photograph 11. PCB Storage Area.



Photograph 12. Lower Camp Landfill – East.