



July 1, 2008

Mr. Bruce Macgregor
Chief Administrative Officer
Regional Municipality of York
17250 Yonge Street
Newmarket, Ontario L3Y 6Z1

Dear Mr. Macgregor,

This letter is to request York Region Council consider an exemption, all or in part to the development fees Dongara was charged for the development of the Dongara Pellet Plant at 407ETR and Hwy 27.

As you may know, there is new legislation that allows for capital investments by the private sector that perform work that "may" be done by the municipality to be exempt from certain development charges.

Section 110(7) Despite the Development Charges Act, 1997, the council of a municipality may exempt from the payment of all or part of the development charges imposed by the municipality under that Act land or a portion of it on which municipal capital facilities are or will be located that,

- a) is the subject of an agreement under subsection (1);
- b) is owned or leased by a person who has entered an agreement to provide facilities under subsection (1); and
- c) is entirely occupied and used or intended for use for a service or function that may be provided by a municipality. 2006, c. 19, Sched.

Not only will we provide the disposal service for the waste, we will have an educational component to the plant with a viewing area that will be open to the public. The plant is built on land owned by the City of Vaughan and Dongara has a lease with the City. We believe that our plant is providing a function that is the responsibility of the municipality and should be considered eligible for the exemption.

We would be happy to meet with you and to assist with any information you may require.

Thank you in advance for your assistance.

Sincerely,


Jim V. DeGasperi
President, Dongara Pellet Plant LP