

Annex No. 2 To the Agreement of May 28 and June 3, 1976
Between the Government of the United States of America
and the Government of Canada Relating to the
Establishment, Operation and Maintenance of a Loran-C
Station at Williams Lake, British Columbia, Concerning
Cost-Sharing Arrangements for the Dual Rating of
that Facility

1. Property Matters and Financial Commitments

Title to all equipment and materials provided as a capital item by the United States Government shall remain with the United States Coast Guard (USCG). Those financial commitments undertaken by the United States in this agreement, not already having been appropriated funds by the U.S. Congress, remain subject to the availability of appropriations. All items referred to herein refer to the items set out in Table 1, attached. All costs in this document, as well as Table 1, are expressed in Canadian dollars.

2. Computer Floor - \$97,000.00 for Installation and Materials

(a) The USCG shall supply to the Canadian Coast Guard (CCG), at no cost to the CCG:

(i) all necessary materials for the computer floor or in the event such materials cannot be supplied by the USCG in time to meet agreed installation target dates, USCG shall reimburse the CCG the cost of purchasing or providing such materials itself; and

(ii) all specifications required to install a new computer floor in the operations room at Williams Lake.

(b) The CCG, at its expense, will plan and perform all necessary installation work.

3. Item 2 - Prime Power - Upgrade Transformer/Power Lines (\$80,000); Building Wiring (\$20,000) and Item 8 - Air Conditioning Upgrade (\$75,000)

The USCG shall pay all costs associated with the upgrading of the prime electrical power facilities and air conditioning facilities up to a maximum of \$175,000, subject to the following specific conditions:

(a) The CCG shall award an engineering study contract to assess the technical design and cost aspects of items 2 and 8. When completed, a copy of the study report shall be given to the USCG for review.

(b) The USCG shall pay only those costs that result directly from the dual-rating requirement. The USCG shall review the engineering study to that end.