



21 June, 2016

City of Ottawa  
 Rail Implementation Office  
 110 Laurier Avenue West,  
 Ottawa, ON, K1P 1J1  
 Mail Code: 23-10

Our Reference:	RTG-OTT-10-2-LET-0288
OLRT Reference:	OLR-RTG-10-2-LET-0481
Project Agreement Reference(s):	PA Sections 20.1(a) PA Sections 40.1(a)(x) PA Section 43.1(a)(iii), 43.1(a)(viii), 43.3 (a)(i), 43.3(d)

**Attention:** Steven Cripps  
 Director, Rail Implementation Office

**Subject:** Rideau Street Sinkhole – Relief Event Subsequent Notice

Dear Mr. Cripps,

This letter, and the attached OLRT letter OLR-RTG-10-2-LET-0481, follows our previous letter RTG-OTT-10-2-LET-0286 dated 14 June 2016, and serves as a subsequent notice in accordance with PA Section 43.3(d).

Sincerely,

Antonio Estrada, CEO  
 Rideau Transit Group General Partnership

cc.: David Whyte  
 Humberto Ferrer  
 Tim Stewart  
 Paul Tetreault  
 Roger Schmidt  
 Peter Lauch  
 Dan Chenier  
 Cesar Palencia  
 François Poirier



OLRT Constructors  
1600 Carling Avenue,  
Suite 450.  
Ottawa, Ontario  
K1Z 1G3

Rideau Transit Group  
1545 Carling Avenue, Suite 406  
Ottawa, Ontario  
K1Z 8P9

June 21, 2016

Our Ref.	OLR-RTG-10-2-LET-0481
City Ref.	
Project Agreement Ref.	Sections 20.1(a), 40.1(a)(x), 43.3(a)(i), 43.1(a)(iii), 43.1(a)(viii), 43.3(d)

Attention: Antonio Estrada  
Chief Executive Officer

**Subject:** Rideau Street Sinkhole – Relief Event Subsequent Notice

Dear Mr. Estrada,

This letter follows our previous letter no. OLR-RTG-10-2-LET-0477 dated June 14, 2016 with regard to the above mentioned subject and shall constitute a subsequent notice as per PA Section 43.3(d).

On June 8, 2016, at approximately 10:15 AM, an incident occurred near the corner of Rideau Street and Sussex Drive which involved a ruptured City water main and water infiltration, and a 25-meter diameter sinkhole was created at the street level. The cause of this infrastructure failure is being investigated at this time.

The Relief Event that occurred on June 8, 2016 has caused failure to OLRT-C, and thereby Project Co, to perform its obligations under the Project Agreement as it is preventing OLRT-C/Project Co to perform and complete the Design and Construction Works in accordance with the Works Schedule and in accordance with the other terms and conditions of the Project Agreement pursuant to PA Section 20.1(a)(iv) and (v). As a result of the Relief Event, OLRT-C, and thereby Project Co, will be unable to meet the Scheduled Milestone Acceptance Dates associated to Milestone #7 (Completion of Tunnelling) and Milestone #8 (Tunnels – Post Excavation). This Relief Event may also impact Milestone #10 (2017 Readiness) as well as the Required Revenue Service Availability Date.



Pursuant to PA Section 43.3(a) and given the criticality of the Rideau street sinkhole, OLRT-C is taking commercially reasonable steps to mitigate "without prejudice" the consequences of the Relief Event and to remedy the situation promptly and diligently. Assuming we are resuming tunnelling activities within the next few days, OLRT-C is anticipating a 3-month delay. At this time, OLRT-C cannot estimate the period of time required to overcome the Relief Event and/or its effects.

Should you have any questions, or require any additional information in this regard, please do not hesitate to contact the undersigned.

Sincerely,

David Whyte  
Project Director  
DWW/CW//DC

CC: Antonio Estrada  
Humberto Ferrer  
Tim Stewart  
Roger Schmidt  
Dan Chenier  
Cesar Palencia  
Paul Tetreault  
Peter Lauch  
François Poirier