

Crown Corporation Business Plans 2016–2017

Sydney Steel Corporation



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Message from the President

The Honourable Geoff MacLellan
Minister Responsible for Sydney Steel Corporation Act
Government of Nova Scotia
Halifax, Nova Scotia

Dear Minister:

In accordance with government policy, please find enclosed the business plan of Sydney Steel Corporation (Sysco) for the fiscal year ending March 31, 2017.

With the decommissioning of the steel plant complete and site remediation activities in the final stages, Sysco has only limited activities relating to a few outstanding obligations resulting from its former operations.

Redevelopment of the former Sysco site by the Crown corporation Nova Scotia Lands Inc. is now well advanced toward a premium commercial park and port facility in the centre of the city of Sydney.

We trust that this limited business plan is satisfactory for the fiscal year ahead.

Yours truly,

Gary Campbell
President, Sydney Steel Corporation

Mandate

Sysco's primary activities, subsequent to the closure of the steel mill in 2001, included demolition of structures, processing and sale of scrap steel, remediation of the site, and sale of surplus assets.

During fiscal 2007–2008, it was recognized that the mandate of Sysco was undergoing a significant change. In recognition of this change, it was determined that the future activity of remediation of the Sysco property and its redevelopment as a commercial park facility would be conducted by a new agency, Nova Scotia Lands Inc., purposely designed to meet the property remediation and management role.

Therefore, Sysco will continue to be dormant, with ongoing operations contracted to Nova Scotia Lands Inc. Sysco will remain active only to deal with residual issues arising from historic operations.

Core Responsibilities

The plan for Sysco during the 2016–2017 fiscal year is to continue to wind up activities and have the corporation remain dormant. Liabilities still exist for long term maintenance, monitoring and redevelopment as slag is quarried and product sold.

Key Actions:

- a. Turn over remaining Phase IV and V property to HCPI.
- b. Continue quarrying slag.

Budget Context

	Estimate 2015-16 (\$ 000)	Forecast 2015-16 (\$ 000)	Estimate 2016-17 (\$ 000)
Revenues			
Contribution from the province	1,556	1,293	1,325
Gain on sale of assets and land sales	1,000	0	1,000
Interest income, miscellaneous revenue	5	5	5
Total revenue	2,561	1,298	2,330
Expenses			
Other remediation activities	100	100	100
Consulting	400	333	400
Funding to NSLI for remediation activities	1,061	865	825
Total expenses	1,561	1,298	1,325
Net income (loss)	1,000	0	1,005