

Appendix 8: Eligible and Ineligible Recovery Costs

Figure 9. Examples of Eligible and Ineligible Recovery Costs (This table presents examples only and is not comprehensive. Refer to the C & DFA Reg for exact wording.)		
Recovery Item	Eligible	Not Eligible
Administrative Costs	<ul style="list-style-type: none"> Incremental costs related to recovery plan projects (financial assistance up to 10% of eligible costs as deemed appropriate by PEP) 	<ul style="list-style-type: none"> Base operating costs
Appliances	<ul style="list-style-type: none"> Repair to pre-disaster condition or replacement only of the value of basic models 	<ul style="list-style-type: none"> Repair or replacement to the value of enhanced models
Appraisals, Inspections	<ul style="list-style-type: none"> Inspection, planning, or design to determine costs of restoration or replacement 	<ul style="list-style-type: none"> Base or normal operating costs of local authority staff
Backfilling Positions	<ul style="list-style-type: none"> Backfilling positions to temporarily cover full-time staff conducting disaster assistance surveys and assessments, if supporting documentation is provided 	<ul style="list-style-type: none"> Backfilling positions for staff doing non-disaster related work
Books, Paper, Records	<ul style="list-style-type: none"> Books, papers, records essential to local authority functions and operations 	<ul style="list-style-type: none"> Books, papers, records that are not essential to local authority functions and operations
Bridges	<ul style="list-style-type: none"> Repair or replacement of bridges that are essential for local authority functions and operations to pre-disaster condition * 	<ul style="list-style-type: none"> Repair or replacement of non-essential bridges Costs to enhance bridge to better than pre-disaster condition
Buildings, Facilities	<ul style="list-style-type: none"> Repair, replacement of public facilities that are essential to local authority functions to pre-disaster condition * Removal of damaged buildings that constitute a threat to public safety 	<ul style="list-style-type: none"> Repair or replacement of non-essential buildings, facilities Costs to enhance buildings, facilities to better than pre-disaster condition
Business Interruption	<ul style="list-style-type: none"> Not Applicable 	<ul style="list-style-type: none"> Loss of operational income, loss of revenue, cancellation of work projects, or other business interruption losses
Civil Litigation	<ul style="list-style-type: none"> Recovery costs not reimbursed through civil litigation award 	<ul style="list-style-type: none"> Recovery costs that are reimbursed through civil litigation (amount must be refunded to the Province)
Clean-up	<ul style="list-style-type: none"> Clean-up necessary to ensure public safety or essential for public works 	<ul style="list-style-type: none"> Other clean-up costs

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Community Recovery Support	<ul style="list-style-type: none"> ● Overtime costs and benefits for local authority staff devoted to community recovery ● Backfilling positions to temporarily cover full-time staff coordinating emergency response ● Facility rental to support community recovery, if other than local authority facility ● Recovery Centre assets under \$100 ● Contractors serving in support capacities ● Telephone and data services, including installation and operation while Recovery Centre is active ● Costs of materials, supplies, rented equipment that would not usually be provided ● Reasonable volunteer expenses (e.g., mileage, hourly rate, meal reimbursement, phone charges) 	<ul style="list-style-type: none"> ● Base operating costs, such as salaries or regular wages of employees, Compensatory Time Off (CTO) or banked overtime ● Local authority donations to disaster victims, including businesses ● Charges for use of own (local authority) facilities ● Volunteer expenses that cannot be attributed to event ● Loss of volunteer personal equipment (e.g., eyeglasses reimbursed directly from PEP under Policy Bulletin 00.02. Volunteer may submit claim.) ● Recovery centre assets over \$100
Contents	<ul style="list-style-type: none"> ● Equipment, material, office supplies, institutional furnishings, books, papers, records essential to local authority functions and operations 	<ul style="list-style-type: none"> ● Contents not essential to local authority functions and operations
Contractor Rates	<ul style="list-style-type: none"> ● Contractor rates that do not exceed BC Equipment Rental Rates Guide 	<ul style="list-style-type: none"> ● Contractor rates in excess of BC Equipment Rental Rates Guide
Damaged Equipment	<ul style="list-style-type: none"> ● Equipment damaged while undertaking eligible response may be considered 	<ul style="list-style-type: none"> ● Equipment damaged by events outside eligible response
Damaged Land, Eroded Land	<ul style="list-style-type: none"> ● Not Applicable 	<ul style="list-style-type: none"> ● Costs related to non-essential access routes and removal of debris
Dams, Breakwaters	<ul style="list-style-type: none"> ● Repair or replacement of essential dams and breakwaters to pre-disaster condition * 	<ul style="list-style-type: none"> ● Repair or replacement of non-essential dams, breakwaters ● Costs to enhance dams, breakwaters to better than pre-disaster condition
Debris Removal	<ul style="list-style-type: none"> ● Removal of damaged structures that constitute a threat to public safety ● pruning or removal of trees that constitute a threat to public safety ● removal of emergency works and the restoration of their sites to pre-disaster condition, and ● necessary clearance of debris and wreckage from channels and streams, intakes and outfalls of sewers and storm drains and water supply reservoirs. 	<ul style="list-style-type: none"> ● Costs for scalping of gravel beds ● Other debris removal costs that are not a threat to public safety.

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Enhancements	<ul style="list-style-type: none"> • Defined as any change or difference between pre-event and post-event structural specifications: <ul style="list-style-type: none"> ♦ change in specifications with no increased costs ♦ building to meet structural specifications due to application of codes, standards, requirements, where copies of orders are provided ♦ building to accommodate physical changes where damage reshapes, transforms natural landscapes causing reconstruction changes 	<ul style="list-style-type: none"> • Enhancements that will result in increased costs • Works undertaken as preventative measure to guard against future disasters without prior approval from PEP
Equipment	<ul style="list-style-type: none"> • Equipment essential to local authority functions and operations 	<ul style="list-style-type: none"> • Equipment that is not essential to local authority functions and operations
Equipment Rentals	<ul style="list-style-type: none"> • Equipment needed to repair damage when not used for normal operations • Contractor rates that do not exceed BC Equipment Rental Rates Guide 	<ul style="list-style-type: none"> • Equipment rented for use on normal local authority operations • Equipment and contractor rates in excess of BC Equipment Rental Rates Guide
Eroded Land	<ul style="list-style-type: none"> • Repair of eroded land for essential access routes 	<ul style="list-style-type: none"> • Repair of eroded land for non-essential access routes
Facility Rental	<ul style="list-style-type: none"> • Facility rental of outside community hall or facility 	<ul style="list-style-type: none"> • Hall or facility rental to own local authority community or loss of use charges
Fixtures	<ul style="list-style-type: none"> • Repair to pre-disaster condition or replacement only the value of basic models 	<ul style="list-style-type: none"> • Costs to purchase fixtures to better than pre-disaster condition or beyond the basic model
Food Services	<ul style="list-style-type: none"> • Costs of materials, supplies, rented equipment in feeding staff during recovery operations that would not usually be provided 	<ul style="list-style-type: none"> • Food service costs that would normally be provided to staff
Fundraising	<ul style="list-style-type: none"> • Not Applicable 	<ul style="list-style-type: none"> • Expenses that are recovered from relief agencies or from disaster fundraising drives
Furniture	<ul style="list-style-type: none"> • Furniture repair to pre-disaster condition or replacement only of furniture essential to local authority functions and operations 	<ul style="list-style-type: none"> • Costs to purchase furniture that is not essential to local authority functions and operations
Goods and Services Tax	<ul style="list-style-type: none"> • GST paid is claimable at the portion not recoverable by GST rebate 	<ul style="list-style-type: none"> • GST that is recoverable by rebate
Income Loss	<ul style="list-style-type: none"> • Not Applicable 	<ul style="list-style-type: none"> • Loss of operational income or revenue, or cancellation of work projects
Institutional Furnishings	<ul style="list-style-type: none"> • Institutional furnishings essential to local authority functions and operations 	<ul style="list-style-type: none"> • Institutional furnishings not essential to local authority functions and operations
Insurance	<ul style="list-style-type: none"> • Private insurance deductible amounts 	<ul style="list-style-type: none"> • Insured losses
Inventory	<ul style="list-style-type: none"> • Inventory that is essential to local authority functions and operations (proof of inventory, consumption and replenishment is required) • 	<ul style="list-style-type: none"> • Stockpiling costs for materials, equipment, or other related costs

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Land Improvement	<ul style="list-style-type: none"> • Compensation of private land owner for legal encroachment under state of local emergency 	<ul style="list-style-type: none"> • Costs for illegal encroachment or improvement of land/property for the purpose of damage reduction
Landscaping	<ul style="list-style-type: none"> • Landscaping if essential to public welfare 	<ul style="list-style-type: none"> • Landscaping not essential to public welfare
Linking of Separate Disasters	<ul style="list-style-type: none"> • Not Applicable 	<ul style="list-style-type: none"> • Accumulating recovery costs of two or more distinct disastrous events
Materials	<ul style="list-style-type: none"> • Materials needed to repair damage when not used for normal operations or work • Replacement of local authority materials / stores damaged or destroyed in responding to emergency or in repairing damaged public facilities • Material damaged by disaster that is essential to local authority functions and operations, e.g., inventory 	<ul style="list-style-type: none"> • Material that is not essential to local authority functions and operations • Construction materials in storage or available for construction purposes
Mitigation	<ul style="list-style-type: none"> • Not Applicable 	<ul style="list-style-type: none"> • Works undertaken as preventative measures to guard against future disasters
Office Furnishings	<ul style="list-style-type: none"> • Office furnishings essential to local authority functions and operations 	<ul style="list-style-type: none"> • Office furnishings that are not essential to local authority functions and operations
Overtime Wages	<ul style="list-style-type: none"> • Paid out incremental costs related to the event, plus benefits • CTO paid out 	<ul style="list-style-type: none"> • Overtime wages not attributed to event • CTO if not paid out • Excessive overtime rate payments
Ownership	<ul style="list-style-type: none"> • Reconstruction or replacement of structures, equipment, and materials for which there is proof of local authority ownership, including any titles, rights, or privileges assigned by way of a lease or permit 	<ul style="list-style-type: none"> • Facilities and materials that are not owned directly by the local authority, or where the local authority can provide no proof of ownership, title, right, or privilege assigned by way of lease or permit
Project Admin Costs	<ul style="list-style-type: none"> • Project administration costs 	<ul style="list-style-type: none"> • Normal operating costs
Provincial Sales Tax	<ul style="list-style-type: none"> • All PST 	<ul style="list-style-type: none"> • Not Applicable
Public Works	<ul style="list-style-type: none"> • Repair or replacement of public works (e.g. streets, roads, bridges, dams, breakwaters, wharves, docks, retaining walls) that are essential to local authority functions and operations to pre-disaster condition * 	<ul style="list-style-type: none"> • Repair or replacement of non-essential public works • Restoration to better than pre-disaster condition
Recreational Facilities	<ul style="list-style-type: none"> • Repair, replacement of recreational facilities that are essential to local authority functions and operations to pre-disaster condition * 	<ul style="list-style-type: none"> • Repair or replacement of non-essential recreational facilities • Costs to enhance recreational facilities to better than pre-disaster condition

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Retaining Walls	<ul style="list-style-type: none"> Repair or replacement of retaining walls that are essential to local authority functions and operations to pre-disaster condition * 	<ul style="list-style-type: none"> Repair or replacement of non-essential retaining walls Costs to enhance retaining walls to better than pre-disaster condition
Roads	<ul style="list-style-type: none"> Repair or replacement of local authority streets and roads as public works essential to local authority functions and operations to pre-event condition * 	<ul style="list-style-type: none"> Repair or replacement of non-essential roads Costs to enhance roads to better than pre-disaster condition
Salaries	<ul style="list-style-type: none"> Salaries for backfilled positions when full-time staff conduct recovery project assessments and determination of recovery costs 	<ul style="list-style-type: none"> Normal, regular salaries and operating expenses of employees
Scalping of Gravel Beds	<ul style="list-style-type: none"> The cost of removing the unusually heavy event-related deposition in confined water courses 	<ul style="list-style-type: none"> Other scalping of gravel beds
Structural Repair	<p>Restoration to pre-disaster condition: *</p> <ul style="list-style-type: none"> Foundations, footings, seals, slab floors, pilings, structural walls and attached garages Framing, roofing, doors, windows, material, wall coverings, mouldings, fixtures and finishings Filling and levelling to restore essential access Parking areas, pumps, services/connections, space and water heating equipment Retaining walls as part of the public facility or essential to sustain land adjacent to, and critical to a public facility Existing protective works designed to protect banks from erosion 	<ul style="list-style-type: none"> Restoration to better than pre-disaster condition
Structure Loss Destroyed	<ul style="list-style-type: none"> Compensation for loss only when costs for reconstruction exceeds the BC Assessment Authority replacement value 	<ul style="list-style-type: none"> Compensation for loss of structure when costs do not exceed B.C. Assessment Authority replacement value
Structures – Flood Plain	<ul style="list-style-type: none"> A public safety facility built or installed in an area after being designated under Municipal Act as flood plain, provided that the Ministry of Water, Land and Air Protection or the Canadian Mortgage & Housing Corporation determine it to have been properly flood protected 	<ul style="list-style-type: none"> Structures in flood plains that are not properly flood protected
Structures Depreciated	<ul style="list-style-type: none"> Not Applicable 	<ul style="list-style-type: none"> Neglect or deterioration of structures prior to disaster
Supplies	<ul style="list-style-type: none"> Supplies needed to repair damage when not used for normal operations, work (proof of inventory, consumption, replenishment required) 	<ul style="list-style-type: none"> Supplies used for normal operation Stockpiling supplies
Travel	<ul style="list-style-type: none"> Incremental costs related to the event 	<ul style="list-style-type: none"> Travel costs not attributed to the event
Tree Pruning, Removal	<ul style="list-style-type: none"> Pruning or removal of trees that constitute a threat to public safety due to the event 	<ul style="list-style-type: none"> Other pruning or removal of trees

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Unoccupied Premises	<ul style="list-style-type: none"> Unoccupied premises under construction will be considered occupied with a valid certificate of occupation for the premises under construction 	<ul style="list-style-type: none"> Unoccupied government premises under construction
Vehicle Repairs	<ul style="list-style-type: none"> Not Applicable 	<ul style="list-style-type: none"> Cost of repairing or replacing vehicles lost or damaged in a disaster
Volunteer Expenses	<ul style="list-style-type: none"> Volunteer expenses that are attributable to the recovery (e.g., mileage, phone charges) 	<ul style="list-style-type: none"> Volunteer expenses not attributed to recovery
Wharves, Docks	<ul style="list-style-type: none"> Repair or replacement of essential public wharves or docks to pre-disaster condition * 	<ul style="list-style-type: none"> Repair or replacement of non-essential wharves, docks Costs to enhance wharves, docks to better than pre-disaster condition

* For other than pre-disaster condition, see "Enhancements."