
British Columbia & Alberta Carbon Taxes



Overview

The British Columbia carbon tax has been in place since July 2008. The Alberta government's carbon tax was implemented effective January 1, 2017. Both taxes are based on emissions from fuel consumption within each province, which is passed on to the respective provincial government.

CN's Carbon Tax Fees for British Columbia

- The current fee of \$18.60 Cdn/U.S. per carload and \$7.00 Cdn/U.S. per unit remain the same until March 31, 2017.
- Effective April 1, 2017, the railcar fee becomes \$0.04 Cdn / \$0.03 USD **per mile** assessed on the miles your shipment travelled from, to or within BC on CN.
- Effective April 1, 2017, the fee for intermodal traffic will be \$5.65 Cdn / \$4.12 USD **per unit** and will be assessed on each shipment travelling on CN to, from and within BC.

CN's Carbon Tax Fees for Alberta

- Although the province of Alberta implemented its tax on January 1, 2017, CN will only begin to invoice a fee to its customers on shipments that move as of April 1st, 2017. This is to allow our customers sufficient time to adjust to the new tax.
- Effective April 1, 2017, the railcar fee will be \$0.03 Cdn / \$0.02 USD **per mile** assessed on the miles your shipment travelled from, to or within AB on CN.
- Effective April 1, 2017, the fee for intermodal traffic will be \$2.75 Cdn / \$2.01 USD **per unit** and will be assessed on each shipment travelling on CN travelling to, from and within AB.

Mileage Calculations

The mileage will be calculated using ALK's version of their PC*Miler-Rail software. This is the same software used to calculate our mileage-based fuel surcharge.

Invoicing

If CN is the party responsible for invoicing the freight charges, the carbon tax will be added as a separate line item to the freight invoice.

If you would prefer to receive a separate monthly invoice for carbon taxes, please inform your Account Manager.

If CN is not the party responsible for invoicing the freight charges, the carbon tax will be assessed on a separate "Optional Services" invoice.