



ENVIRONMENTAL SURCHARGES

Tariff 9800

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Calgary, AB T2C 4X9

Cancels and supersedes
Tariff 9800 Revision 2024.1

This document is updated
periodically. Recent versions are
available at www.cpkcr.com

TEXT

Wording change

-\$

Price decrease

+\$

Price increase

NEW

New item added

Tariff 9800 – Environmental Surcharges

Application

In addition to any other applicable tariff, the prices, charges and rules of this Tariff, as amended from time to time, apply to all shipments on Canadian Pacific (CP). As various governments implement new Environmental Taxes, this Tariff will be updated with applicable surcharges.

Definitions

environmental tax

any Canadian or US federal, provincial, state or municipal tax, surcharge, levy, ruling, duty or assessment related to pollution, emissions (including without limitation carbon or carbon equivalent emissions), or other environmental issues, which directly affect CP's cost of providing transportation services

revenue car miles

rail miles for loaded or empty revenue railcar movements; refer to CP Tariff 6 for additional detail on empty railcar movements that are considered revenue movements

Carbon Dioxide Emission Surcharge Item 10



CP will assess and the payer of freight charges shall, in addition to all other charges, pay a Carbon Dioxide Emission Surcharge per mile or container in the same currency as the freight. Carbon Dioxide Emission Surcharge will be amended each time that a carbon tax or levy is amended by the governing agency. Carbon Dioxide Emission Surcharge applies to all traffic in the governing province with the exception of regulated grain movements as defined in Division VI - Part III of the *Canada Transportation Act* (S.C. 1996, c.10).

Intermodal shipments – the surcharge will be assessed per unit shipped within the boundaries of the province.

Carload shipments – the surcharge will be assessed based on the number of revenue car miles each shipment travels within the boundaries of the province, using route miles sourced from Trimble MAPS PC*Miller|Rail. The route miles applied will reflect the 'Fuel Surcharge' miles based on the designated routing in the rate authority(ies) applied against the shipment, unless otherwise stated.

CP Carbon Dioxide Emission Surcharge Rates				
	Canadian Dollar Rated Traffic		US Dollar Rated Traffic	
	Carload \$CAD per revenue car mile	Intermodal \$CAD per unit	Carload \$USD per revenue car mile	Intermodal \$USD per unit
British Columbia [BC] ³	0.259	20.00	0.193	14.90
Alberta [AB]	0.122	8.61	0.091	6.41
Saskatchewan [SK]	0.122	10.74	0.091	8.00
Manitoba [MB]	0.122	7.77	0.091	5.79
Ontario [ON]	0.122	16.50 ¹ 47.01 ²	0.091	12.29 ¹ 35.02 ²
Québec [PQ]	0.122	1.00	0.091	0.74
New Brunswick [NB]	0.122	2.16	0.091	1.61

1 Applies on distances travelled within the province of less than 600 miles

2 Applies on distances travelled within the province of 600 miles or more

3 The Carbon Dioxide Emissions Surcharge rates for BC include amounts relating to both BC's Carbon Tax Act and to the Low Carbon Fuel Standard under BC's Low Carbon Fuels Act, as broken down in the below table:

	Carload \$CAD per revenue car mile	Intermodal \$CAD per unit	Carload \$USD per revenue car mile	Intermodal \$USD per unit
BC Total Carbon Surcharge				
Carbon Tax	0.122	13.38	0.091	9.97
Low Carbon Fuel Standard	0.137	6.62	0.102	4.93
Total Surcharge	0.259	20.00	0.193	14.90

Associated Legislation

BC – BC Carbon Tax Act (S.B.C. 2008, c.40); BC Low Carbon Fuels Act (S.B.C. 2022 c.21)

AB, SK, MB, ON and NB – Canada Greenhouse Gas Pollution Pricing Act (S.C. 2018, c.12, s.186)

PQ – Québec Environment Quality Act (C.Q.L.R. c.Q-2)

Summary of updates

Item	Title	Effective	Update	Description
10	Carbon Dioxide Emissions Surcharge	2024-09-01	Price	BC's Carbon Dioxide Emissions Surcharge increased to include components relating to both BC's Carbon Tax and to its Low Carbon Fuel Standard under the Low Carbon Fuels Act.