



CARBON TAX B.C. ADJUSTMENT

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Dear Valued Customer

Subject: Carbon Tax B.C. Adjustment

As of April 1st, 2023, the Canadian Federal government will increase the carbon tax by an additional \$15 per ton to \$65 per ton. This equates to an increase of \$0.144/L for all types of fuel. This is in part of the Greenhouse Gas Pollution Pricing Act introduced in 2018.

Minimum National Carbon Pollution Price Schedule (2023-2030)

Year	2023	2024	2025	2026	2027	2028	2029	2030
Minimum Carbon Pollution Price (\$ CAD/tonne CO2e)	\$65	\$80	\$95	\$110	\$125	\$140	\$155	\$170

New revenues generated from increasing the carbon tax will be used to:

- Provide carbon tax relief and protect affordability
- Maintain industry competitiveness
- Encourage new green initiatives

Details on this program can be found at: [Carbon Tax and Motor Fuel Tax](#)

Our current method of charging a Motor Fuel Surcharge is to apply the rates posted in the Freight Carriers Association of Canada (FCA) Diesel Fuel Cost Change Index. The FCA index excludes the **B.C. Carbon Tax** costs associated with the type of fuel purchased in B.C. as part of its calculation.

B.C. Gasoline Carbon Tax: 38.05 ¢/litre **B.C. Diesel Carbon Tax:** 40.51 ¢/litre

Therefore, to ensure transparency CAT will apply this new **Carbon Fee April 1, 2023** as follows:

Carbon Fee: **3.5%** of Freight Charges
(Will not be charged on Accessorial or Heat Charges)

Please do not hesitate to contact the Transportation Manager at 778-688-1509 if you have any questions.

Sincerely,

Alicia Xu
Transportation Manager

