



500-1777 Victoria Avenue  
Regina, SK S4P 4K5

**TO: All TransGas Customers**  
**March 8, 2019**

## **CARBON TAX ANNOUNCEMENT**

TransGas wishes to notify you of the Federal Carbon Tax and how it will impact your TransGas invoice.

TransGas, as a Registered Distributor of natural gas, will be collecting the carbon charge on natural gas deliveries starting April 1, 2019, and remitting the amount collected to Canada Revenue Agency (CRA) on a monthly basis as required by *The Greenhouse Gas Pollution Pricing Act*. TransGas delivery contract holders will see a new charge of approximately \$1/GJ (\$39.10 per 10<sup>3</sup>m<sup>3</sup>) plus GST on invoices, unless exemption requirements are met. This rate is determined by the federal government. The Government of Saskatchewan will not charge PST on this new tax.

Under Federal legislation, certain customers or facilities may be exempt from the carbon tax. To determine if your facility is exempt through the provincial Prairie Resilience strategy's Output-Based Performance Standard (OBPS) Program, and to register, please go to [saskatchewan.ca/climate-change](http://saskatchewan.ca/climate-change) or email [prairie.resilience@gov.sk.ca](mailto:prairie.resilience@gov.sk.ca) for more information. Those who aren't exempt through the provincial program may be exempt directly through the federal program, administered by CRA. Information and registration for federal exemptions can be found through the [Canada Revenue Agency website](http://Canada Revenue Agency website).

Those who are exempt either through either Prairie Resilience or CRA will be required to complete a TransGas fuel charge exemption form and provide a copy of the exemption certificate to TransGas for the exemption to be applied to the invoice. The TransGas form will be available shortly.

TransGas will provide its CRA exemption certificate to receipt service contract holders and/or CSOs registered as natural gas distributors, as the charge is not payable on natural gas delivered to another Registered Distributor.

Federal regulation also require TransGas to register as a Registered Emitter under the federal output-based pricing strategy. Based on draft regulation, it appears the impact on TransGas in 2019 will be minimal and no additional charges will be added to your invoice at this time. This could change once regulations are finalized.