

## To Our Valued Customers,

Effective January 1, 2017, the Province of Alberta implemented a Carbon Levy on all fossil fuels that emit greenhouse gas emissions. This Carbon Levy is <u>in addition</u> to the current Provincial and Federal fees included in the cost of fuel. The Alberta Levy is being phased-in over a two year period, adding 5.35 per litre to our fuel costs in 2017, and a further 8.03 cents per litre in 2018. The Alberta Levy is similar to that what was previously implemented by the Province of British Columbia, which to this time Clarke had been absorbing. Unfortunately, we can no longer absorb these costs.

Therefore, effective April 1, 2017, we will apply the following Carbon Surcharge as a line item on our invoices. It will apply per each province that the shipment Travels in (i.e. Toronto to BC will incur AB and BC surcharges on the invoice). The surcharges are as follows:

For Shipments Travelling Through:	%	Сар
British Columbia	0.80%	\$ 6.75
Alberta	0.70%	\$ 6.00
Newfoundland and Labrador	0.40%	\$ 24.00

This carbon surcharge will be applied to the freight charge only and is subject to HST/GST application. The Cap reflects the maximum additional carbon surcharge per shipment by province.

This surcharge will be shown as a single line item on the invoice reflecting the application noted above. Should you have any questions regarding this, please contact your Account Representative.

Sincerely, Clarke Transport Inc.

## Links to information:

http://www.fin.gov.bc.ca/tbs/tp/climate/carbon tax.htm

https://www.alberta.ca/climate-carbon-pricing.aspx

https://www.ontario.ca/page/cap-and-trade

http://www.fin.gov.nl.ca/fin/tax\_programs\_incentives/business/gasolinetax.html