CPKC

Environmental Surcharges Tariff

9800

Revision 2025.3
Issued May 29, 2025
Effective July 1, 2025

CPKC 9800 Revision 2025.3
cancels and supersedes:
CPKC 9800 Revision 2025.2

This document is updated periodically. Current versions of this and other CPKC tariffs are available at www.cpkcr.com.

Canadian Pacific Kansas City
7550 Ogden Dale Road SE
Calgary, AB T2C 4X9

New Item N

Price Change P

Text Update T

As an initial step towards harmonization of tariffs, this CPKC tariff contains item numbers that will be required temporarily to facilitate the migration to integrated CPKC systems. These item numbers will be replaced with the intended standard three-to-five-digit item numbers in a subsequent revision of this tariff expected Q3 2025.

Item 100 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 Kansas City (CPKC). As various governments implement new Environmental Taxes, this Tariff will be updated with applicable surcharges. For notifications of updates to this Tariff, subscribe using CPKC Customer Station.

Item 200 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 CPKC's cost of providing transportation services
revenue car miles	rail miles for loaded or empty revenue railcar movements; refer to CPKC Tariff 6 for additional detail on empty railcar movements that are considered revenue movements

Item 10 Carbon Dioxide Emission Surcharge

CPKC 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. The route miles applied will reflect the 'Fuel Surcharge' miles from PC*Miler|Rail 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]	0.149	8.00	0.104	5.59
Alberta [AB]	0.000	0.00	0.000	0.00
Saskatchewan [SK]	0.000	0.00	0.000	0.00
Manitoba [MB]	0.000	0.00	0.000	0.00
Ontario [ON]	0.000	0.00 [1] 0.00 [2]	0.000	0.00 [1] 0.00 [2]
Québec [PQ]	0.157	1.28	0.110	0.90
New Brunswick [NB]	0.000	0.00	0.000	0.00

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:

BC Total Carbon Surcharge	Carload **$CAD** per revenue car mile	Intermodal **$CAD** per unit	Carload **$USD** per revenue car mile	Intermodal **$USD** per unit
Carbon Tax	0.000	0.00	0.000	0.00
Low Carbon Fuel Standard	0.149	8.00	0.104	5.59
Total Surcharge	0.149	8.00	0.104	5.59

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	CPKC 9800 - Environmental Surcharges	2025-07-01	Price	The Low Carbon Fuel Standard portion of the BC Carbon Dioxide Emissions Surcharge has been updated.