



FASTFRATE GROUP

TO: All our valued customers
FROM: Jay Lee, Vice President, Business Analytics & Engineering
DATE: March 14th, 2024
SUBJECT: **Carbon Surcharge increasing to 3.3% Effective April 1, 2024**

To all our valued customers:

As of April 1st, 2024, the Canadian Federal government will increase the carbon tax by an additional \$15 per ton where we will see it go from \$65/ton to \$80/ton. This equates to an increase of \$0.17/L for gas and \$0.15/L for natural gas. This is in part of the Greenhouse Gas Pollution Pricing Act introduced in 2018.

Information and details on the Federal benchmark for carbon pollution pricing can be found on [Canada's Carbon Pollution Pricing 2023 - 2030](#).

The upsurge in the carbon tax is affecting us all, leading to increased operating costs across our supply chain and higher utility expenses. To offset the expenses associated with the federal government's Greenhouse Gas Pollution Pricing Act, **effective April 1st, 2024**, we will increase our carbon surcharge to **3.3%** for all shipments handled in our network.

This surcharge will be clearly listed on your invoice as a single line item labeled Carbon Surcharge, reflecting the increase.

As part of reducing the carbon emission to help offset the increasing carbon footprint, Fastfrate is implementing a "No-idle" policy with our trucks, as well as increased use of more environmentally sustainable Intermodal transport option as the primary line-haul compared to over-the-road.

Should you have any questions regarding the carbon surcharge and Fastfrate's initiatives with reduction to the carbon footprint, please contact your business development manager.

Sincere Regards,

Jay Lee
Vice President, Business Analytics & Engineering