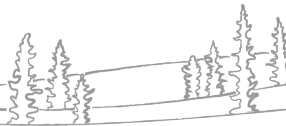




NWT CARBON TAX 2023 CHANGES



The Northwest Territories carbon tax rates were increased April 1, 2023 and will continue to increase annually by \$15 a tonne of carbon dioxide equivalent emissions until the rates reach \$170 a tonne April 1, 2030.

Table 1: Updated Northwest Territories Carbon Tax Rate Schedule

Rates are effective on April 1 of each year

Fuel	Unit \$ per	2023 (\$65)	2024 (\$80)	2025 (\$95)	2026 (\$110)	2027 (\$125)	2028 (\$140)	2029 (\$155)	2030 (\$170)
Aviation gasoline	litre	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Aviation jet fuel	litre	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Butane	litre	0.1157	0.1424	0.1691	0.1958	0.2225	0.2492	0.2759	0.3026
Diesel	litre	0.1738	0.2139	0.2540	0.2941	0.3342	0.3743	0.4144	0.4545
Gasoline	litre	0.1431	0.1761	0.2091	0.2422	0.2752	0.3082	0.3412	0.3743
Naphtha	litre	0.1465	0.1803	0.2142	0.2480	0.2818	0.3156	0.3494	0.3832
Natural gas	cubic metre	0.1239	0.1525	0.1811	0.2097	0.2383	0.2669	0.2954	0.3240
Propane	litre	0.1006	0.1238	0.1470	0.1703	0.1935	0.2167	0.2399	0.2631

Reducing the effect of the Northwest Territories Carbon Tax on Individuals and Families

The Cost-of-Living Offset (COLO) reduces the carbon tax burden on residents and the benefit will increase in step with annual carbon tax rate increases. Residents living in higher heating fuel use areas will receive higher COLO payments. The Canada Revenue Agency issues COLO payments quarterly (July, October, January, and April) provided residents file their annual income tax returns.

The regional COLO has two parts:

- 1. Baseline COLO amount to help offset direct and indirect effects of carbon tax excluding carbon tax on heating fuel.** At \$65 a tonne carbon tax rate, the baseline COLO amount will be \$338 for each adult and \$390 for each child under 18 years of age.
- 2. An additional COLO amount to help offset the effect of the carbon tax on heating fuel costs and this amount will be based on zones.** At \$65 a tonne carbon tax rate, Zone A residents will receive \$103 per person; for Zone B residents: \$145; and for Zone C residents: \$220.

Table 2: Cost of Living Offset (COLO) by Community

July 2023 – June 2024

Zone A – Low Fuel Use	Zone B – Moderate Fuel Use	Zone C – High Fuel Use
<p>Per Adult: \$441 Per Youth: \$493</p> <ul style="list-style-type: none"> • Colville Lake • Dettah • Enterprise • Fort Good Hope • Fort Resolution • Fort Smith • Hay River • Kakisa • Kátł'odeeche • Ndilq • Wrigley • Yellowknife 	<p>Per Adult: \$483 Per Youth: \$535</p> <ul style="list-style-type: none"> • Aklavik • Behchokq • Déljñę • Fort Liard • Fort McPherson • Fort Providence • Fort Simpson • Gametì • Inuvik • Jean Marie River • Łutselk'e • Nahanni Butte • Sambaak'e • Tsiigehtchic • Tuktoyaktuk • Wekweètì • Whatì 	<p>Per Adult: \$558 Per Youth: \$610</p> <ul style="list-style-type: none"> • Norman Wells • Paulatuk • Sachs Harbour • Tulita • Ulukhaktok