Provincial and Local Taxation of Energy-Related Linear Property in Canada

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WHAT IS ENERGY-RELATED LINEAR PROPERTY?

**Extraction**
- Oil & Gas Wells
- 1.5M drilled since 1955

**Generation**
- Generating stations
- >800 renewable and nonrenewable

**Transmission, Transportation, & Distribution**
- Pipelines (825K km)
- Power lines (804K km)
COSTS AND BENEFITS OF ERLP
OTHER (LESSER KNOWN) POTENTIAL COSTS
UNCOMPENSATED COSTS

• Setbacks
UNCOMPENSATED COSTS

• Property Tax Revenues
UNCOMPENSATED COSTS

• Emergency Response Planning
UNCOMPENSATED COSTS

• Infrastructure maintenance
UNCOMPENSATED COSTS

- Pressure on municipal services
TOOLS TO RECOUP COSTS

- Constitutional Framework
- Expand authorities?
- Intergovernmental transfers?
- Own-source revenues?
  - Property Taxes
  - Regulatory Charges
PROPERTY TAXES

• Framework
• Assessment
  • Who
  • How
• Rates
  • Considerations
  • Ratio
  • Classes
  • Ownership
• Risks
REGULATORY CHARGES

• Regulating local rights-of-way access
WRAP UP

Thank You