

## Bridge, Jannea FIN:EX

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Monday, February 23, 2015 2:10 PM  
**To:** Flanagan, Paul FIN:EX; Williams, Susan GCPE:EX; Dawkins, Christina FIN:EX  
**Subject:** Re: Question: LNG federal tax announcement.

Not sure I understand the intent of this.

---

**From:** Flanagan, Paul FIN:EX  
**Sent:** Monday, February 23, 2015 01:35 PM  
**To:** Williams, Susan GCPE:EX; Parkinson, Pat A FIN:EX; Dawkins, Christina FIN:EX  
**Subject:** RE: Question: LNG federal tax announcement.

How about this:

- The cost of capital property is *generally not* fully deducted immediately but rather, portions of the capital cost – of a depreciable property such as an LNG facility – are deductible as a capital cost allowance (CCA) each year.

---

**From:** Williams, Susan GCPE:EX  
**Sent:** Monday, February 23, 2015 1:10 PM  
**To:** Flanagan, Paul FIN:EX  
**Subject:** Question: LNG federal tax announcement.  
**Importance:** High

Question about this one line. Is it true? They want to add it to their note:

- The cost of capital property is *generally not* deducted in the year property is acquired. Rather, portions of the capital cost – of a depreciable property such as an LNG facility – are deductible as a capital cost allowance (CCA) each year. The half year rule applies so this is not always true.

---

**From:** McLachlin, Jessica GCPE:EX  
**Sent:** Monday, February 23, 2015 12:22 PM  
**To:** Williams, Susan GCPE:EX  
**Subject:** RE: GCPE - Tax announcement analysis?

Susan – can you check with Paul on this one line? Darren Beaupre wants to finalize this note and wants to know if he should add the italicized text.

Thanks!

**Jessica McLachlin**  
Communications Manager  
Ministry of Finance  
250 356-9872 \*new number  
cell s.17

---

**From:** Beaupre, Darren GCPE:EX  
**Sent:** Friday, February 20, 2015 3:45 PM  
**To:** McLachlin, Jessica GCPE:EX  
**Cc:** Williams, Susan GCPE:EX; Steilo, Sandra GCPE:EX  
**Subject:** RE: GCPE - Tax announcement analysis?

I'm afraid this comment isn't clear to me. Do we not avoid complication by stating 'generally not...'?

- The cost of capital property is *generally not* deducted in the year property is acquired. Rather, portions of the capital cost – of a depreciable property such as an LNG facility – are deductible as a capital cost allowance (CCA) each year. The half year rule applies so this is not always true.

---

**From:** McLachlin, Jessica GCPE:EX  
**Sent:** Friday, February 20, 2015 3:32 PM  
**To:** Beaupre, Darren GCPE:EX  
**Cc:** Williams, Susan GCPE:EX; Steilo, Sandra GCPE:EX  
**Subject:** RE: GCPE - Tax announcement analysis?

A couple of comments back from our staff.

**Jessica McLachlin**  
Communications Manager  
Ministry of Finance  
250 356-9872 \*new number  
cell s.17

---

**From:** Beaupre, Darren GCPE:EX  
**Sent:** Friday, February 20, 2015 2:30 PM  
**To:** Williams, Susan GCPE:EX; Steilo, Sandra GCPE:EX; McLachlin, Jessica GCPE:EX  
**Cc:** Edwardson, Jamie GCPE:EX  
**Subject:** RE: GCPE - Tax announcement analysis?  
**Importance:** High

Is there a FIN program person who can look this over and ensure my facts are straight? Thanks.

---

**From:** Williams, Susan GCPE:EX  
**Sent:** Friday, February 20, 2015 9:36 AM  
**To:** Steilo, Sandra GCPE:EX; McLachlin, Jessica GCPE:EX; Beaupre, Darren GCPE:EX  
**Cc:** Edwardson, Jamie GCPE:EX  
**Subject:** RE: GCPE - Tax announcement analysis?

I'm working on something as we speak. Stay tuned!

---

**From:** Steilo, Sandra GCPE:EX  
**Sent:** Friday, February 20, 2015 9:22 AM  
**To:** McLachlin, Jessica GCPE:EX; Beaupre, Darren GCPE:EX  
**Cc:** Williams, Susan GCPE:EX; Edwardson, Jamie GCPE:EX  
**Subject:** RE: GCPE - Tax announcement analysis?

Still confirming timing, possibly two interviews so far.

**Sandra Steilo**

---

**From:** McLachlin, Jessica GCPE:EX  
**Sent:** Friday, February 20, 2015 9:14 AM  
**To:** Beaupre, Darren GCPE:EX  
**Cc:** Steilo, Sandra GCPE:EX; Williams, Susan GCPE:EX; Edwardson, Jamie GCPE:EX  
**Subject:** RE: GCPE - Tax announcement analysis?

Susan is working on an issues note on it. What time is MRC's interview?

**Jessica McLachlin**  
Communications Manager  
Ministry of Finance  
250 356-9872 \*new number  
cel.s.17

---

**From:** Beaupre, Darren GCPE:EX  
**Sent:** Friday, February 20, 2015 9:00 AM  
**To:** McLachlin, Jessica GCPE:EX  
**Cc:** Steilo, Sandra GCPE:EX  
**Subject:** FW: GCPE - Tax announcement analysis?

Jessica,  
Is there anything that details benefits for provide re capital cost allowance announcement by Canada yesterday?  
Minister Coleman could do interview today. Looking for some details from the province's side on benefit and the LNG  
Task Force ADM tells me FIN has done some work...  
Thanks.

---

**From:** Hansen, Brian MNGD:EX  
**Sent:** Friday, February 20, 2015 8:56 AM  
**To:** Beaupre, Darren GCPE:EX  
**Cc:** Steilo, Sandra GCPE:EX; Calder, Kursti D MNGD:EX; Urwin, Mark MNGD:EX  
**Subject:** RE: GCPE - Tax announcement analysis?

Hi Darren,

Analysis would be over at Tax Policy and Paul Flanagan.....they've looked closely at this, and the residual impact on the  
province. Certainly significant from the perspective of the impact on proponent IRR. You should check with GCPE  
Finance.

Brian

---

**From:** Beaupre, Darren GCPE:EX  
**Sent:** Friday, February 20, 2015 8:55 AM  
**To:** Urwin, Mark MNGD:EX; Hansen, Brian MNGD:EX  
**Cc:** Steilo, Sandra GCPE:EX; Calder, Kursti D MNGD:EX  
**Subject:** GCPE - Tax announcement analysis?

Is the ministry preparing an analysis of any sorts re the capital cost allowance change? Likely something that is already  
done but I would welcome access to something so I can use detail to build some supportive messaging. Minister has TV  
segment likely later today.

**Darren Beaupre**

Government Communications and Public Engagement (GCPE)

Ministry of Natural Gas Development

Ph: 250-356-5892

E-mail: [darren.beaupre@gov.bc.ca](mailto:darren.beaupre@gov.bc.ca)

## **Bridge, Jannea FIN:EX**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Tuesday, March 10, 2015 3:22 PM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** FW: For review: MNGD factsheet on LNG capital cost allowance  
**Attachments:** s.13

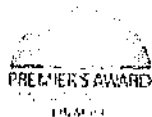
**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

---

**From:** Flanagan, Paul FIN:EX  
**Sent:** Friday, February 20, 2015 3:16 PM  
**To:** McLachlin, Jessica GCPE:EX; Dawkins, Christina FIN:EX  
**Cc:** Williams, Susan GCPE:EX; Parkinson, Pat A FIN:EX  
**Subject:** RE: For review: MNGD factsheet on LNG capital cost allowance

Have a nice day.

Paul



---

**From:** McLachlin, Jessica GCPE:EX  
**Sent:** Friday, February 20, 2015 2:44 PM  
**To:** Flanagan, Paul FIN:EX; Dawkins, Christina FIN:EX  
**Cc:** Williams, Susan GCPE:EX  
**Subject:** For review: MNGD factsheet on LNG capital cost allowance

Paul/Chris – can you take a quick review of the attached MNGD factsheet on the feds LNG announcement and flag any changes that should be made?

Thanks

**Jessica McLachlin**  
Communications Manager  
Ministry of Finance  
250 356-9872 \*new number  
cell s.17

Page 006 to/à Page 007

Withheld pursuant to/removed as

s.13;s.17

## **Bridge, Jannea FIN:EX**

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**From:** Parkinson, Pat A FIN:EX  
**Sent:** Tuesday, March 10, 2015 3:21 PM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** FW: IN\_LNG Capital Cost Allowance\_20 Feb 15\_DRAFT

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

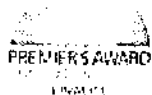
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**From:** Flanagan, Paul FIN:EX  
**Sent:** Friday, February 20, 2015 1:54 PM  
**To:** Parkinson, Pat A FIN:EX; Williams, Susan GCPE:EX  
**Cc:** Dawkins, Christina FIN:EX  
**Subject:** RE: IN\_LNG Capital Cost Allowance\_20 Feb 15\_DRAFT

Those are good. Much more accurate. I talked to s.16 again today on this. He clarified that there is nothing restrictive about the existing CCA for them.

Have a nice day.

Paul



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**From:** Parkinson, Pat A FIN:EX  
**Sent:** Friday, February 20, 2015 1:09 PM  
**To:** Williams, Susan GCPE:EX  
**Cc:** Flanagan, Paul FIN:EX; Dawkins, Christina FIN:EX  
**Subject:** IN\_LNG Capital Cost Allowance\_20 Feb 15\_DRAFT

I made a few small changes...

**Bridge, Jannea FIN:EX**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Friday, February 20, 2015 1:09 PM  
**To:** Williams, Susan GCPE:EX  
**Cc:** Flanagan, Paul FIN:EX; Dawkins, Christina FIN:EX  
**Subject:** s.13  
**Attachments:**

I made a few small changes...



Page 010 to/à Page 011

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s.13;s.17

## Bridge, Jannea FIN:EX

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**From:** Parkinson, Pat A FIN:EX  
**Sent:** Friday, February 20, 2015 1:08 PM  
**To:** Flanagan, Paul FIN:EX; Dawkins, Christina FIN:EX  
**Subject:** s.13  
**Attachments:**

s.16

## Bridge, Jannea FIN:EX

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**From:** Parkinson, Pat A FIN:EX  
**Sent:** Friday, February 20, 2015 10:43 AM  
**To:** Dawkins, Christina FIN:EX; Flanagan, Paul FIN:EX  
**Subject:** Fw: For review: IN on LNG announcement  
**Attachments:** s.13

I am in drafting. Can you provide comments and get back to Susan

---

**From:** Williams, Susan GCPE:EX  
**Sent:** Friday, February 20, 2015 09:49 AM  
**To:** Flanagan, Paul FIN:EX; Parkinson, Pat A FIN:EX  
**Subject:** For review: IN on LNG announcement

Attached is an issues note for your review on the federal LNG announcement. Apparently Minister Coleman has some interviews today, so if I can get it reviewed asap that would be great.

For your information, I've taken the background information from this backgrounder on the federal government site.  
<http://pm.gc.ca/eng/news/2015/02/19/accelerated-capital-cost-allowance-liquefied-natural-gas>

But I plain language it a bit, so make sure nothing has been lost in the translation ;)

Thanks!  
Susan

**Susan Williams**  
Senior Public Affairs Officer  
GCPE – Ministry of Finance  
Office: 250 387-9092  
Cell: s.17

---

**From:** Edwardson, Jamie GCPE:EX  
**Sent:** Thursday, February 19, 2015 3:27 PM  
**To:** Flanagan, Paul FIN:EX; Parkinson, Pat A FIN:EX  
**Cc:** Williams, Susan GCPE:EX; McLachlin, Jessica GCPE:EX  
**Subject:** Feds and LNG  
**Importance:** High

Hi Pat and Paul – when you're free can you swing by and explain this to us? MO wants an issues note so that everyone can be on message.

Thanks,  
Jamie

Page 014 to/à Page 015

Withheld pursuant to/removed as

s.13;s.17

**Bridge, Jannea FIN:EX**

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**From:** Bridge, Jannea FIN:EX  
**Sent:** Friday, February 20, 2015 8:51 AM  
**To:** Parkinson, Pat A FIN:EX  
**Subject:** RE: Federal CCA news release

Hope 2:30 is ok. Sandra is sending an invite.

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Friday, February 20, 2015 7:50 AM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** FW: Federal CCA news release

Can you connect with Sandra on this.

*Pat Parkinson*  
*Executive Lead LNG Tax Development*  
*Ministry of Finance*  
*Phone #: 250 387-8990*  
*Cell # s.17*

---

**From:** Smith, Grant H IGRS:EX  
**Sent:** Thursday, February 19, 2015 5:24 PM  
**To:** Parkinson, Pat A FIN:EX  
**Cc:** Dawes, Sandra IGRS:EX  
**Subject:** RE: Federal CCA news release

You bet.

Sandra – can you set up a time for Pat and me to talk tomorrow?

Thanks,  
Grant

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, February 19, 2015 5:23 PM  
**To:** Smith, Grant H IGRS:EX  
**Subject:** Re: Federal CCA news release

s.16

---

**From:** Smith, Grant H IGRS:EX  
**Sent:** Thursday, February 19, 2015 03:35 PM  
**To:** Parkinson, Pat A FIN:EX  
**Subject:** Federal CCA news release  
s.16

Grant

**From:** PMO <[pm@PM.GC.CA](mailto:pm@PM.GC.CA)>  
**Sent:** Thursday, February 19, 2015 3:32 PM  
**To:** [ALLNEWS\\_E@LSERV.PMO-CPM.GC.CA](mailto:ALLNEWS_E@LSERV.PMO-CPM.GC.CA)  
**Subject:** News Release

From the [Prime Minister's Web Site \(http://www.pm.gc.ca/\)](http://www.pm.gc.ca/)

---

## **PM announces measure to support jobs and growth in the LNG industry**

February 19, 2015  
Surrey, British Columbia

### **Introduction**

Prime Minister Stephen Harper today announced the Government's intent to support the creation of new and well-paying jobs in the emerging liquefied natural gas (LNG) industry. He was joined by James Moore, Minister of Industry, Alice Wong, Minister of State (Seniors), Wai Young, Member of Parliament for Vancouver South, and Bob Zimmer, Member of Parliament for Prince George–Peace River.

In order to ensure that Canadian natural gas can reach new and growing international markets, and make it accessible for new domestic uses, the Government intends to establish a capital cost allowance rate of 30 per cent for equipment used in natural gas liquefaction and 10 per cent for buildings at a facility that liquefies natural gas. This tax relief will be available for capital assets acquired after February 19, 2015, and before 2025.

Canada has an important opportunity to build on its record of developing natural resources in a responsible manner while securing long-term prosperity for Canadian families. Canada benefits from large reserves of natural gas but has limited capacity to supply it to emerging international and domestic markets where demand is growing.

This measure will allow companies investing in new facilities that liquefy natural gas to create jobs and economic growth, while recovering their investment more quickly. It will also encourage investment in facilities that liquefy natural gas to supply emerging international and domestic markets.

### **Quick Facts**

- The supply of LNG to both domestic and international markets represents an important new market for Canadian natural gas production.
- The International Energy Agency expects global LNG trade to rise by 40 per cent between 2013 and 2019.
- Over the International Energy Agency's projection period, growth in natural gas demand in Asia is expected to represent half of the world's incremental needs.
- In domestic markets, LNG is increasingly used in remote power generation and the high-horsepower engines used in trucking, shipping, rail, drilling rigs and pressure pumping services.
- LNG has the potential to significantly reduce greenhouse gas emissions internationally when it replaces coal for power generation and replaces diesel in many domestic applications.

### **Quotes**

"Our Government is committed to providing the right conditions so that industries and businesses can succeed and compete in the global economy, by lowering taxes, cutting red tape and encouraging entrepreneurship. Today's announcement builds on our low tax plan for jobs and growth, strengthening the already strong case for business investment in Canada." – *Prime Minister Stephen Harper*

"Through our ambitious trade agenda, we are opening new markets for Canadian businesses and developing the infrastructure to transport Canadian products to new markets, which is essential for Canada's future prosperity and security." – *Prime Minister Stephen Harper*

### **Related Product**

- [Accelerated Capital Cost Allowance for Liquefied Natural Gas](#)

#### Contacts

PMO Press Office: 613-957-5555

Stéphanie Rubec  
Media Relations  
Department of Finance  
613-369-4000

---

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**Bridge, Jannea FIN:EX**

---

**From:** Molnar, Rory FIN:EX  
**Sent:** Friday, February 20, 2015 8:09 AM  
**To:** Parkinson, Pat A FIN:EX; Flanagan, Paul FIN:EX  
**Subject:** RE: News Release

Thanks Pat.

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Friday, February 20, 2015 8:05 AM  
**To:** Molnar, Rory FIN:EX; Flanagan, Paul FIN:EX  
**Subject:** RE: News Release

s.16

*Pat Parkinson*  
*Executive Lead LNG Tax Development*  
*Ministry of Finance*  
*Phone #: 250 387-8990*  
*Cell # s.17*

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**From:** Molnar, Rory FIN:EX  
**Sent:** Friday, February 20, 2015 7:56 AM  
**To:** Parkinson, Pat A FIN:EX; Flanagan, Paul FIN:EX  
**Subject:** RE: News Release

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**Sent:** Thursday, February 19, 2015 5:24 PM  
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**From:** Molnar, Rory FIN:EX  
**Sent:** Thursday, February 19, 2015 03:36 PM  
**To:** Flanagan, Paul FIN:EX; Parkinson, Pat A FIN:EX  
**Subject:** FW: News Release

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**From:** PMO [<mailto:pm@PM.GC.CA>]  
**Sent:** Thursday, February 19, 2015 3:12 PM  
**To:** [NEWS\\_RELEASE\\_E@LSERV.PMO-CPM.GC.CA](mailto:NEWS_RELEASE_E@LSERV.PMO-CPM.GC.CA)  
**Subject:** News Release

From the [Prime Minister's Web Site \(http://www.prm.gc.ca/\)](http://www.prm.gc.ca/)



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### Quotes

"Our Government is committed to providing the right conditions so that industries and businesses can succeed and compete in the global economy, by lowering taxes, cutting red tape and encouraging entrepreneurship. Today's announcement builds on our low tax plan for jobs and growth, strengthening the already strong case for business investment in Canada." – *Prime Minister Stephen Harper*

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### Related Product

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### Contacts

PMO Press Office: 613-957-5555

Stéphanie Rubec  
Media Relations  
Department of Finance  
613-369-4000



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**Sent:** Friday, February 20, 2015 8:05 AM  
**To:** Molnar, Rory FIN:EX; Flanagan, Paul FIN:EX  
**Subject:** RE: News Release

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**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
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#### Contacts

PMO Press Office: 613-957-5555

Stéphanie Rubec  
Media Relations  
Department of Finance  
613-369-4000

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**From:** Parkinson, Pat A FIN:EX  
**Sent:** Friday, February 20, 2015 7:50 AM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** FW: Federal CCA news release

Can you connect with Sandra on this.

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

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**To:** Parkinson, Pat A FIN:EX  
**Cc:** Dawes, Sandra IGRS:EX  
**Subject:** RE: Federal CCA news release

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**Subject:** Re: Federal CCA news release

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**Sent:** Thursday, February 19, 2015 03:35 PM  
**To:** Parkinson, Pat A FIN:EX  
**Subject:** Federal CCA news release  
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**Sent:** Thursday, February 19, 2015 3:32 PM  
**To:** [ALLNEWS\\_E@LSERV.PMO-CPM.GC.CA](mailto:ALLNEWS_E@LSERV.PMO-CPM.GC.CA)  
**Subject:** News Release

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- The International Energy Agency expects global LNG trade to rise by 40 per cent between 2013 and 2019.
- Over the International Energy Agency's projection period, growth in natural gas demand in Asia is expected to represent half of the world's incremental needs.
- In domestic markets, LNG is increasingly used in remote power generation and the high-horsepower engines used in trucking, shipping, rail, drilling rigs and pressure pumping services.
- LNG has the potential to significantly reduce greenhouse gas emissions internationally when it replaces coal for power generation and replaces diesel in many domestic applications.

### Quotes

"Our Government is committed to providing the right conditions so that industries and businesses can succeed and compete in the global economy, by lowering taxes, cutting red tape and encouraging entrepreneurship. Today's announcement builds on our low tax plan for jobs and growth, strengthening the already strong case for business investment in Canada." – *Prime Minister Stephen Harper*

"Through our ambitious trade agenda, we are opening new markets for Canadian businesses and developing the infrastructure to transport Canadian products to new markets, which is essential for Canada's future prosperity and security." – *Prime Minister Stephen Harper*

### Related Product

- [Accelerated Capital Cost Allowance for Liquefied Natural Gas](#)

### Contacts

PMO Press Office: 613-957-5555

Stéphanie Rubec  
Media Relations  
Department of Finance  
613-369-4000



## Bridge, Jannea FIN:EX

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, February 19, 2015 5:23 PM  
**To:** Smith, Grant H IGRS:EX  
**Subject:** Re: Federal CCA news release

s.16

---

**From:** Smith, Grant H IGRS:EX  
**Sent:** Thursday, February 19, 2015 03:35 PM  
**To:** Parkinson, Pat A FIN:EX  
**Subject:** Federal CCA news release

s.16

Grant

---

**From:** PMO  
**Sent:** Thursday, February 19, 2015 3:32 PM  
**To:** [ALLNEWS\\_E@LSERV.PMO-CPM.GC.CA](mailto:ALLNEWS_E@LSERV.PMO-CPM.GC.CA)  
**Subject:** News Release

From the [Prime Minister's Web Site](http://www.pm.gc.ca/) (<http://www.pm.gc.ca/>)

---

## PM announces measure to support jobs and growth in the LNG industry

February 19, 2015  
Surrey, British Columbia

### Introduction

Prime Minister Stephen Harper today announced the Government's intent to support the creation of new and well-paying jobs in the emerging liquefied natural gas (LNG) industry. He was joined by James Moore, Minister of Industry, Alice Wong, Minister of State (Seniors), Wai Young, Member of Parliament for Vancouver South, and Bob Zimmer, Member of Parliament for Prince George–Peace River.

In order to ensure that Canadian natural gas can reach new and growing international markets, and make it accessible for new domestic uses, the Government intends to establish a capital cost allowance rate of 30 per cent for equipment used in natural gas liquefaction and 10 per cent for buildings at a facility that liquefies natural gas. This tax relief will be available for capital assets acquired after February 19, 2015, and before 2025.

Canada has an important opportunity to build on its record of developing natural resources in a responsible manner while securing long-term prosperity for Canadian families. Canada benefits from large reserves of natural gas but has limited capacity to supply it to emerging international and domestic markets where demand is growing.

This measure will allow companies investing in new facilities that liquefy natural gas to create jobs and economic growth, while recovering their investment more quickly. It will also encourage investment in facilities that liquefy natural gas to supply emerging international and domestic markets.

### Quick Facts

- The supply of LNG to both domestic and international markets represents an important new market for Canadian natural gas production.



- The International Energy Agency expects global LNG trade to rise by 40 per cent between 2013 and 2019.
- Over the International Energy Agency's projection period, growth in natural gas demand in Asia is expected to represent half of the world's incremental needs.
- In domestic markets, LNG is increasingly used in remote power generation and the high-horsepower engines used in trucking, shipping, rail, drilling rigs and pressure pumping services.
- LNG has the potential to significantly reduce greenhouse gas emissions internationally when it replaces coal for power generation and replaces diesel in many domestic applications.

#### Quotes

"Our Government is committed to providing the right conditions so that industries and businesses can succeed and compete in the global economy, by lowering taxes, cutting red tape and encouraging entrepreneurship. Today's announcement builds on our low tax plan for jobs and growth, strengthening the already strong case for business investment in Canada." – *Prime Minister Stephen Harper*

"Through our ambitious trade agenda, we are opening new markets for Canadian businesses and developing the infrastructure to transport Canadian products to new markets, which is essential for Canada's future prosperity and security." – *Prime Minister Stephen Harper*

#### Related Product

- [Accelerated Capital Cost Allowance for Liquefied Natural Gas](#)

#### Contacts

PMO Press Office: 613-957-5555

Stéphanie Rubec  
Media Relations  
Department of Finance  
613-369-4000

---

The Prime Minister's Office - Communications  
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**Bridge, Jannea FIN:EX**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Tuesday, February 17, 2015 8:34 AM  
**To:** Flanagan, Paul FIN:EX  
**Subject:** Grant Smith MI

Paul.. Grant phoned last night on the CCA issue <sup>s.16</sup>

s.16 Can you advise as to the result of your conversation with s.16  
S.16

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

<b>Issue:</b>	<b>Capital Cost Allowance Rate for LNG</b>
---------------	--

- The LNG industry and BC have requested that the federal government increase the capital cost allowance rate for LNG facilities.

▪ s.13,s.16

### Current Status

- s.16

### Background and Analysis

- The federal government has a history of assisting the mining and energy sector in Canada through the creation of tax pools and increased capital cost allowance rates.
- Since 1972 the federal government has allowed accelerated depreciation of assets used in new mines and, starting in 1996, this provision was extended to oil sands projects that use wells (effectively deeming them to be mines).
- In announcing the phase out of this provision by 2015, the federal 2007 budget noted, *"This incentive helped to offset some of the risk associated with early investments in the oil sands and contributed to the development of this strategic resource."* The federal government has also applied accelerated depreciation as a temporary measure to address certain policy objectives including:
  - economic downturns (for example an accelerated capital cost allowance rate from 30% declining balance to a 50% straight line for manufacturing and processing announced in 2007 has twice been extended to 2015);
  - clean energy generation (for example an accelerated capital cost allowance rate from 30% declining balance to a 50% straight line); and
  - incenting investments in research and development through allowing investment to be expensed and providing tax credits.

s.16

s.16

s.13

Paul Flanagan (250-387-9014)  
Tax Policy Branch  
Ministry of Finance  
December 9, 2014

**Bridge, Jannea FIN:EX**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Tuesday, March 10, 2015 3:23 PM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** FW: Oil sands CCA rates  
**Attachments:** Document1.docx

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

---

**From:** Purnell, Richard FIN:EX  
**Sent:** Thursday, December 4, 2014 2:45 PM  
**To:** Parkinson, Pat A FIN:EX  
**Cc:** Flanagan, Paul FIN:EX  
**Subject:** Oil sands CCA rates

Pat,

s.16

Richard

## Bridge, Jannea FIN:EX

---

**From:** Molnar, Rory FIN:EX  
**Sent:** Thursday, December 4, 2014 11:04 AM  
**To:** Flanagan, Paul FIN:EX; Wood, Heather FIN:EX; Parkinson, Pat A FIN:EX; Purnell, Richard FIN:EX  
**Cc:** Mellett, Russell FIN:EX  
**Subject:** RE: Information for Finance Ministers' Meeting  
**Attachments:** s.13

Attached is the basic document format we have been using for issue notes for the FinMM. If Heather prefers another, that's fine.

---

**From:** Flanagan, Paul FIN:EX  
**Sent:** Thursday, December 4, 2014 11:00 AM  
**To:** Molnar, Rory FIN:EX; Wood, Heather FIN:EX; Parkinson, Pat A FIN:EX; Purnell, Richard FIN:EX  
**Cc:** Mellett, Russell FIN:EX  
**Subject:** RE: Information for Finance Ministers' Meeting

Is there a format for this type of document we can have?

---

**From:** Molnar, Rory FIN:EX  
**Sent:** Thursday, December 4, 2014 7:59 AM  
**To:** Wood, Heather FIN:EX; Flanagan, Paul FIN:EX; Parkinson, Pat A FIN:EX; Purnell, Richard FIN:EX  
**Subject:** RE: Information for Finance Ministers' Meeting

I will have Russ look at this. He may have some ideas. I asked him also to look at the federal s.16  
s.16

---

**From:** Wood, Heather FIN:EX  
**Sent:** Wednesday, December 3, 2014 5:05 PM  
**To:** Flanagan, Paul FIN:EX; Parkinson, Pat A FIN:EX; Purnell, Richard FIN:EX; Molnar, Rory FIN:EX  
**Subject:** Information for Finance Ministers' Meeting

s.16

s

Heather

Page 034

Withheld pursuant to/removed as

s.16;s.13

**Bridge, Jannea FIN:EX**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Tuesday, March 10, 2015 3:24 PM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** FW: briefing note

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

---

**From:** MacLean, Shelley FIN:EX **On Behalf Of** Milburn, Peter R FIN:EX  
**Sent:** Wednesday, December 3, 2014 4:47 PM  
**To:** Parkinson, Pat A FIN:EX; Flanagan, Paul FIN:EX  
**Subject:** RE: briefing note

Ben is asking for the note by noon tomorrow. Thank you!

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Wednesday, December 3, 2014 4:40 PM  
**To:** Flanagan, Paul FIN:EX; Milburn, Peter R FIN:EX  
**Subject:** Re: briefing note

Will do.

---

**From:** Flanagan, Paul FIN:EX  
**Sent:** Wednesday, December 03, 2014 04:25 PM  
**To:** Milburn, Peter R FIN:EX; Parkinson, Pat A FIN:EX  
**Subject:** Re: briefing note

s.13

Paul Flanagan  
Executive Director, Tax Policy Branch  
BC Ministry of Finance

----- Original message -----

**From:** "Milburn, Peter R FIN:EX"  
**Date:** 12-03-2014 4:19 PM (GMT-08:00)  
**To:** "Parkinson, Pat A FIN:EX" , "Flanagan, Paul FIN:EX"  
**Subject:** FW: briefing note

Are we able to pull something together by tomorrow morning?



---

**From:** Chin, Ben PREM:EX  
**Sent:** Wednesday, December 3, 2014 4:09 PM  
**To:** Milburn, Peter R FIN:EX  
**Subject:** briefing note

Mr. Milburn,

Are you able to put together point form notes to brief PCC for a call with PMSH for tomorrow morning? I can add the language but am looking for the spine of the arguments on :

1. CCA  
s.13,s.17

Ben

**Bridge, Jannea FIN:EX**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Friday, November 21, 2014 4:19 PM  
**To:** s.16  
**Cc:** Flanagan, Paul FIN:EX; Dawkins, Christina FIN:EX  
**Subject:** RE: Questions re CCA

s.16

s.13,s.16,s.17

I am not however the person to talk to on this.

Paul can you touch base with s.16

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

**From:** s.16  
**Sent:** Friday, November 21, 2014 3:40 PM  
**To:** Parkinson, Pat A FIN:EX  
**Cc:** Flanagan, Paul FIN:EX; Dawkins, Christina FIN:EX  
**Subject:** RE: Questions re CCA

Is this a fair summary statement:

s.13,s.16,s.17

s.16

**From:** Parkinson, Pat A FIN:EX [<mailto:Pat.Parkinson@gov.bc.ca>]  
**Sent:** November-21-14 6:30 PM

**To:** s.16  
**Cc:** Flanagan, Paul FIN:EX; Dawkins, Christina FIN:EX  
**Subject:** FW: Questions re CCA

Hi s.16 I asked our modeller's run this and have been reviewing the results but I still have some questions. Once we get this sorted out I will get back to you on this.

s.13,s.16,s.17

With respect for<sup>s.16</sup> I will need to defer to Paul F.

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell #** s.17

---

**From:** Flanagan, Paul FIN:EX  
**Sent:** Friday, November 21, 2014 9:06 AM  
**To:** Parkinson, Pat A FIN:EX  
**Subject:** Re: Questions re CCA

s.13,s.17

Paul Flanagan  
Executive Director, Tax Policy Branch  
BC Ministry of Finance

----- Original message -----  
**From:** "Parkinson, Pat A FIN:EX"  
**Date:** 11-21-2014 8:28 AM (GMT-08:00)  
**To:** "Flanagan, Paul FIN:EX"  
**Subject:** FW: Questions re CCA

Paul the reason I am asking this is that in speaking to s.16 from Fed Finance .. s.16  
s.16

**Pat Parkinson**

**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Friday, November 21, 2014 8:04 AM  
**To:** Andre Powell  
**Cc:** Flanagan, Paul FIN:EX; Dawkins, Christina FIN:EX  
**Subject:** Questions re CCA

Andre.

Can you confirm whether we did any modelling/ analysis on the impact a the change in the CCA rates from 8% to 30% on the overall impact on proponents IRR.

If so could your provide to us.

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

## Bridge, Jannea FIN:EX

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Friday, November 21, 2014 2:43 PM  
**To:** Dawkins, Christina FIN:EX  
**Subject:** FW: Questions re CCA  
**Attachments:** s.13

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

**From:** Carl Black [<mailto:cblack@deetken.com>]  
**Sent:** Friday, November 21, 2014 1:30 PM  
**To:** Parkinson, Pat A FIN:EX  
**Cc:** Andre Powell  
**Subject:** Re: Questions re CCA

s.13

All the Best,

Carl

The Deetken Group  
Business Advisory - Asset Management  
[www.deetken.com](http://www.deetken.com)  
(604) 731-4424  
[cblack@deetken.com](mailto:cblack@deetken.com)

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On Fri, Nov 21, 2014 at 11:06 AM, Parkinson, Pat A FIN:EX <[Pat.Parkinson@gov.bc.ca](mailto:Pat.Parkinson@gov.bc.ca)> wrote:  
Thanks Carl.

**From:** Carl Black [<mailto:cblack@deetken.com>]

**Sent:** Friday, November 21, 2014 11:05 AM

**To:** Parkinson, Pat A FIN:EX

**Cc:** Andre Powell <[apowell@deetken.com](mailto:apowell@deetken.com)>

**Subject:** Re: Questions re CCA

Hi Pat,

We'll have an updated analysis of the CCA rate impact to you shortly.

All the Best,  
Carl

On Fri, Nov 21, 2014 at 8:11 AM, Andre Powell <[apowell@deetken.com](mailto:apowell@deetken.com)> wrote:

Let's discuss

----- Forwarded message -----

From: "Parkinson, Pat A FIN:EX" <[Pat.Parkinson@gov.bc.ca](mailto:Pat.Parkinson@gov.bc.ca)>

Date: Nov 21, 2014 8:04 AM

Subject: Questions re CCA

To: "Andre Powell" <[apowell@deetken.com](mailto:apowell@deetken.com)>

Cc: "Flanagan, Paul FIN:EX" <[Paul.Flanagan@gov.bc.ca](mailto:Paul.Flanagan@gov.bc.ca)>, "Dawkins, Christina FIN:EX" <[Christina.Dawkins@gov.bc.ca](mailto:Christina.Dawkins@gov.bc.ca)>

Andre.

Can you confirm whether we did any modelling/ analysis on the impact a the change in the CCA rates from 8% to 30% on the overall impact on proponents IRR.

If so could your provide to us.

**Pat Parkinson**

***Executive Lead LNG Tax Development  
Ministry of Finance***

***Phone #: 250 387-8990***

***Cell #s.17***

Page 043 to/à Page 045

Withheld pursuant to/removed as

s.12;s.13;s.17



## Bridge, Jannea FIN:EX

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, November 6, 2014 7:55 AM  
**To:** Flanagan, Paul FIN:EX  
**Cc:** Dawkins, Christina FIN:EX  
**Subject:** FW: Note for Minister for Next Friday  
**Attachments:** Meeting Backgounder.docx

**Importance:** High

Paul.. do you need us to do .. or will you?

*Pat Parkinson*  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

---

**From:** Bridge, Jannea FIN:EX  
**Sent:** Wednesday, November 5, 2014 3:18 PM  
**To:** Parkinson, Pat A FIN:EX; Flanagan, Paul FIN:EX  
**Subject:** FW: Note for Minister for Next Friday  
**Importance:** High

Could this be assigned to another person within the branch?

---

**From:** Hagar, Vanessa A. FIN:EX  
**Sent:** Wednesday, November 5, 2014 12:51 PM  
**To:** Bridge, Jannea FIN:EX; Morgan, Melissa FIN:EX  
**Subject:** FW: Note for Minister for Next Friday  
**Importance:** High

Jannea – please see below for new Backgounder request. Can you let me know if Pat will take the lead on this note?  
The attached template (Meeting Backgounder) should be used. Lisa will log and send us the Cliff # shortly.

Thank you,

Vanessa

---

**From:** Wood, Heather FIN:EX  
**Sent:** Wednesday, November 5, 2014 11:06 AM  
**To:** Flanagan, Paul FIN:EX; Parkinson, Pat A FIN:EX  
**Cc:** Hagar, Vanessa A. FIN:EX; MacLean, Shelley FIN:EX  
**Subject:** Note for Minister for Next Friday  
**Importance:** High

Hi Pat and Paul,

Thanks,  
Heather

<p style="text-align: center;"><b>BACKGROUNDER</b></p> <p><b>Issue:</b></p> <p><b>Meeting:</b></p> <p><b>Date:</b></p> <p><b>Cliff:</b></p>	<p style="text-align: center;"><b>MEETING</b></p>
---	---

**KEY FACTS REGARDING THE ISSUE:**

.

**ADVICE AND RECOMMENDED RESPONSE:**

◆

	Name	Number
Program Area Contact:		

## **Bridge, Jannea FIN:EX**

---

**From:** Molnar, Rory FIN:EX  
**Sent:** Friday, October 24, 2014 12:51 PM  
**To:** Parkinson, Pat A FIN:EX  
**Subject:** RE: Request for assistance - LNG Capital Cost Allowance issue

Great. Now they know what to think ;-)

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Friday, October 24, 2014 11:58 AM  
**To:** Molnar, Rory FIN:EX  
**Subject:** RE: Request for assistance - LNG Capital Cost Allowance issue

Hi Rory..

Peter was OK with us sharing the info.. so we sent the up to date BN to Grant.

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # 250 888-2687**

---

**From:** Molnar, Rory FIN:EX  
**Sent:** Friday, October 24, 2014 7:52 AM  
**To:** Smith, Grant H IGRS:EX  
**Cc:** Hagar, Vanessa A. FIN:EX; Flanagan, Paul FIN:EX; Parkinson, Pat A FIN:EX  
**Subject:** RE: Request for assistance - LNG Capital Cost Allowance issue

Hi Grant

s.13,s.16

Rory

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, October 23, 2014 3:25 PM  
**To:** Smith, Grant H IGRS:EX  
**Cc:** Molnar, Rory FIN:EX; Hagar, Vanessa A. FIN:EX; Flanagan, Paul FIN:EX  
**Subject:** RE: Request for assistance - LNG Capital Cost Allowance issue

Hi Grant..

I left you a voice mail. Can you confirm what your deputy needs this information for?

Thanks

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

---

**From:** Smith, Grant H IGRS:EX  
**Sent:** Thursday, October 23, 2014 11:56 AM  
**To:** Parkinson, Pat A FIN:EX  
**Cc:** Molnar, Rory FIN:EX; Hagar, Vanessa A. FIN:EX  
**Subject:** Request for assistance - LNG Capital Cost Allowance issue

Hello,

I've been asked to locate an up-to-date BN on the LNG capital cost allowance issue, for use in a discussion we're having **tomorrow** with our DM, Athana Mentzelopoulos. I understand from Rory that you are working on a note for another meeting on the same topic. Would you be in a position to share that note?

Thanks for any assistance you can provide,

**Grant**  
**Grant Smith**  
*Executive Director, Federalism and Canadian Intergovernmental Policy*  
Intergovernmental Relations Secretariat  
Office of the Premier  
Government of British Columbia  
[Grant.H.Smith@gov.bc.ca](mailto:Grant.H.Smith@gov.bc.ca)  
Tel: (250) 387-1042  
Fax: (250) 387-1920

**Bridge, Jannea FIN:EX**

---

**From:** Smith, Grant H IGRS:EX  
**Sent:** Friday, October 24, 2014 11:04 AM  
**To:** Parkinson, Pat A FIN:EX  
**Cc:** Bridge, Jannea FIN:EX; MacLean, Shelley FIN:EX  
**Subject:** RE:

Hi Pat,

Many thanks!

Grant

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** October-24-14 10:56 AM  
**To:** Smith, Grant H IGRS:EX  
**Cc:** Bridge, Jannea FIN:EX; MacLean, Shelley FIN:EX  
**Subject:**

Grant as per our discussion yesterday here is the copy of the BN for our Minister on the LNG Facility Capital Cost Allowance issue

**Bridge, Jannea FIN:EX**

---

**From:** MacLean, Shelley FIN:EX  
**Sent:** Friday, October 24, 2014 10:39 AM  
**To:** Parkinson, Pat A FIN:EX  
**Cc:** Flanagan, Paul FIN:EX  
**Subject:** RE: BN on CCA

Thanks Pat. Peter is OK with sharing this note

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, October 23, 2014 4:56 PM  
**To:** MacLean, Shelley FIN:EX  
**Cc:** Flanagan, Paul FIN:EX  
**Subject:** BN on CCA

Hi Shelley.

Further to our discussion on the request from IGRS for a copy of the BN on the Capital Cost Allowance Rates. I talked with Grant Smith from that office.

s.13,s.16

As such .. IGRS was hoping to get any BN we had given to our Minister on the issue for their discussion with their Deputy tomorrow at 2:00 pm

Thanks

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**



**Bridge, Jannea FIN:EX**

---

**From:** Molnar, Rory FIN:EX  
**Sent:** Friday, October 24, 2014 7:52 AM  
**To:** Smith, Grant H IGRS:EX  
**Cc:** Hagar, Vanessa A. FIN:EX; Flanagan, Paul FIN:EX; Parkinson, Pat A FIN:EX  
**Subject:** RE: Request for assistance - LNG Capital Cost Allowance issue

Hi Grant

s.13,s.16

)

Rory

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, October 23, 2014 3:25 PM  
**To:** Smith, Grant H IGRS:EX  
**Cc:** Molnar, Rory FIN:EX; Hagar, Vanessa A. FIN:EX; Flanagan, Paul FIN:EX  
**Subject:** RE: Request for assistance - LNG Capital Cost Allowance issue

Hi Grant..

I left you a voice mail. Can you confirm what your deputy needs this information for?

Thanks

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

---

**From:** Smith, Grant H IGRS:EX  
**Sent:** Thursday, October 23, 2014 11:56 AM  
**To:** Parkinson, Pat A FIN:EX  
**Cc:** Molnar, Rory FIN:EX; Hagar, Vanessa A. FIN:EX  
**Subject:** Request for assistance - LNG Capital Cost Allowance issue

Hello,

I've been asked to locate an up-to-date BN on the LNG capital cost allowance issue, for use in a discussion we're having **tomorrow** with our DM, Athana Mentzelopoulos. I understand from Rory that you are working on a note for another meeting on the same topic. Would you be in a position to share that note?

Thanks for any assistance you can provide,

## Grant

### Grant Smith

*Executive Director, Federalism and Canadian Intergovernmental Policy*

Intergovernmental Relations Secretariat

Office of the Premier

Government of British Columbia

[Grant.H.Smith@gov.bc.ca](mailto:Grant.H.Smith@gov.bc.ca)

Tel: (250) 387-1042

Fax: (250) 387-1920

**Bridge, Jannea FIN:EX**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, October 23, 2014 4:56 PM  
**To:** MacLean, Shelley FIN:EX  
**Cc:** Flanagan, Paul FIN:EX  
**Subject:** BN on CCA

Hi Shelley.

Further to our discussion on the request from IGRS for a copy of the BN on the Capital Cost Allowance Rates. I talked with Grant Smith from that office.

s.13,s.16

As such .. IGRS was hoping to get any BN we had given to our Minister on the issue for their discussion with their Deputy tomorrow at 2:00 pm

Thanks

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

## Bridge, Jannea FIN:EX

---

**From:** Bridge, Jannea FIN:EX  
**Sent:** Thursday, October 23, 2014 4:00 PM  
**To:** Freeman, Lisa FIN:EX  
**Cc:** Hagar, Vanessa A. FIN:EX; Parkinson, Pat A FIN:EX; Flanagan, Paul FIN:EX  
**Subject:** LNG Capital Cost Allowance BN  
**Attachments:** 339387 Sign-off sheet.pdf; 339387 Capital Cost Allowance for the LNG Industry.pdf

Hello Lisa,

Please find attached approved BN as requested below.

Thanks,

Jannea

**From:** MacLean, Shelley FIN:EX  
**Sent:** Friday, October 17, 2014 4:36 PM  
**To:** Mazure, John C FIN:EX; Flanagan, Paul FIN:EX; Parkinson, Pat A FIN:EX; Cole, Elizabeth FIN:EX; Gill, Marcus A FIN:EX  
**Cc:** Wenezenki-Yolland, Cheryl FIN:EX; Freeman, Lisa FIN:EX; Hagar, Vanessa A. FIN:EX; Salling, Tammy L FIN:EX; Wood, Heather FIN:EX  
**Subject:** Briefing Material for Minister/Minister Campbell of Alberta

MDJ is meeting with Minister Campbell, Minister of Finance, Alberta on October 28 in Calgary. Below are the items MDJ would like to discuss and is asking for meeting materials:

s.13,s.16

If I could please have your Meeting Notes by the 23<sup>rd</sup> it would be appreciated. Thank you

---

Shelley MacLean  
Manager, Executive Operations & Strategic Initiatives  
Deputy Minister's Office  
Ministry of Finance  
Phone: 250-356-6696  
Fax: 250-387-1655

**Ministry of Finance  
SIGN-OFF SHEET**

**Item:** ☒ BN for Information   ☐ BN for Decision   ☐ Correspondence   ☐ OIC  
☐ Other \_\_\_\_\_

**Issue:**   LNG Capital Cost Allowance

Date initiated: October 17      Final Due on: October 23, 2014

Approvals Required:	Reviewer	Reviewer Initial	Approval	Date Signed
Executive Lead LNG Tax Development	Pat Parkinson	<i>HP</i>	<input checked="" type="checkbox"/> Approved <input type="checkbox"/> Approved w/ Changes <input type="checkbox"/> Needs Rewrite	<i>Oct 23 / 2014</i>
A/ADM Policy & Legislation	Rory Molnar	<i>RM</i>	<input checked="" type="checkbox"/> Approved <input type="checkbox"/> Approved w/ Changes <input type="checkbox"/> Needs Rewrite	<i>2014.10.23</i>
Notes:				

**Included are the following:** (check all that apply)

- ☐ Correspondence
- ☐ Incoming
- ☐ Memo
- ☐ OIC
- ☒ Briefing Note
- ☐ Certificate
- ☐ Other:

**Ministry of Finance**  
**BRIEFING DOCUMENT**

**To:** Honourable Michael de Jong, Q.C.  
Minister of Finance

**Date Required:** October 23, 2014

**Date Prepared:** October 23, 2014

**Ministry** Paul Flanagan  
**Contact:** Tax Policy Branch

**Phone Number:** 250-387-9014  
**Email:** Paul.Flanagan@gov.bc.ca

**CLIFF:** 339387

---

**TITLE:** Capital Cost Allowance for the LNG Industry

---

**PURPOSE:**

**(X) FOR INFORMATION**

---

---

---

Executive Director approval: \_\_\_\_\_

ADM approval: \_\_\_\_\_

DM approval: \_\_\_\_\_

**DATE PREPARED:** October 23, 2014

**TITLE:** Capital Cost Allowance for the LNG Industry

**ISSUE:** The LNG industry would like the federal government to increase the capital cost allowance rate applicable to LNG facilities for income tax purposes.

**BACKGROUND:**

Under federal income tax rules, capital assets are deducted at a specified rate that varies with the class of the assets. Currently, an LNG facility is deductible at a rate of 8 per cent on a declining balance basis. This means that the asset costs are deductible over a period of about 30 years.

The LNG industry would like the federal government to change the deductible rate to 30 per cent on a declining balance basis. The benefit of a higher capital cost allowance rate is that taxpayers can defer more income taxes payable to future years. The industry argues that they are a manufacturer of LNG and should be afforded the same capital cost allowance rate as manufacturing which is 30 per cent.

s.13,s.16

s.13

Appendix 1).

**Suggested response**

s.13

British Columbia introduced the *Liquefied Natural Gas Income Tax Act* on October 21, 2014. The tax rates set out in the legislation are effective for taxation years starting January 1, 2017 with a higher rate being set out in 2037.

s.13

## Appendix 1:

JUN 04 2014



Ref: 85090

The Honourable Joe Oliver, P.C., M.P.  
Minister of Finance  
Government of Canada  
House of Commons  
Ottawa, ON K1A 0A6

Dear Minister Oliver:

Thank you for meeting with me in Ottawa on March 31, 2014. I was pleased to be able to congratulate you in person on your appointment to Minister of Finance.

As you are aware, British Columbia is aggressively pursuing the creation of a new liquefied natural gas (LNG) industry that has the capacity to generate enormous economic benefits for the people of British Columbia and Canada over the next 40 years. The window of opportunity to capture a share of the growth in Asian LNG demand is currently open to us; however, Canada needs to out-compete other countries to ensure it maximizes its share of this market opportunity.

To this end, I am writing to re-iterate the Province of British Columbia's support of the submission from the Canadian Association of Petroleum Producers (CAPP) for a change in the tax treatment of LNG liquefaction facilities in the federal 2015 Budget. Treating LNG facilities as a manufacturing and processing facility with a tax category of Class 43 (30 percent declining balance) provides consistency with other natural gas processing facilities, but more importantly, it will make Canadian LNG facilities more competitive in the global LNG race. A positive response to the CAPP proposal will help spur final investment decisions for LNG plants on the West Coast, so that Canada can become a major global LNG competitor.

I view the CAPP proposal as beneficial to our collective interests and I hope you are able to incorporate this change in your upcoming budget.

Thank you for your attention to this issue.

Sincerely yours,

A handwritten signature in black ink, appearing to be "Rich Coleman".

Rich Coleman  
Minister & Deputy Premier  
Pc: Honourable Greg Rickford

Minister of  
Natural Gas Development  
and Minister Responsible  
for Housing  
and Deputy Premier

Office of the Minister

Mailing Address:  
PO Box 9052, Stn Prov Govt  
Victoria, BC V8W 9E2

Telephone: 250 953-0900  
Facsimile: 250 953-0927



## Bridge, Jannea FIN:EX

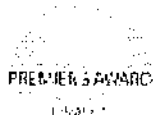
---

**From:** Flanagan, Paul FIN:EX  
**Sent:** Thursday, October 23, 2014 3:36 PM  
**To:** Parkinson, Pat A FIN:EX  
**Cc:** Bridge, Jannea FIN:EX  
**Subject:** RE: 338829 Capital Cost Allowance for the LNG Industry (2)pp

I agree.

Have a nice day.

Paul



---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, October 23, 2014 3:11 PM  
**To:** Flanagan, Paul FIN:EX  
**Cc:** Bridge, Jannea FIN:EX  
**Subject:** 338829 Capital Cost Allowance for the LNG Industry (2)pp

Paul. Can you look at my question in this.

Thanks

## Bridge, Jannea FIN:EX

---

**From:** Smith, Grant H IGRS:EX  
**Sent:** Thursday, October 23, 2014 11:56 AM  
**To:** Parkinson, Pat A FIN:EX  
**Cc:** Molnar, Rory FIN:EX; Hagar, Vanessa A. FIN:EX  
**Subject:** Request for assistance - LNG Capital Cost Allowance issue

Hello,

I've been asked to locate an up-to-date BN on the LNG capital cost allowance issue, for use in a discussion we're having **tomorrow** with our DM, Athana Mentzelopoulos. I understand from Rory that you are working on a note for another meeting on the same topic. Would you be in a position to share that note?

Thanks for any assistance you can provide,

Grant

Grant Smith  
*Executive Director, Federalism and Canadian Intergovernmental Policy*  
Intergovernmental Relations Secretariat  
Office of the Premier  
Government of British Columbia  
[Grant.H.Smith@gov.bc.ca](mailto:Grant.H.Smith@gov.bc.ca)  
Tel: (250) 387-1042  
Fax: (250) 387-1920

## Bridge, Jannea FIN:EX

---

**From:** Hagar, Vanessa A. FIN:EX  
**Sent:** Thursday, October 23, 2014 11:54 AM  
**To:** Parkinson, Pat A FIN:EX  
**Cc:** Wood, Heather FIN:EX; Bridge, Jannea FIN:EX  
**Subject:** FW: Request for assistance - LNG Capital Cost Allowance issue

Hi Pat,

Please see request from Grant Smith below<sup>s.16</sup>  
s.16

Is this something we can share with IGRS when it is ready? ...or is there another note we can provide to IGRS?

Thank you,

**Vanessa Hagar**  
Office of the ADM, Policy and Legislation Division  
Tel. 250-356-9911

---

**From:** Smith, Grant H IGRS:EX  
**Sent:** Thursday, October 23, 2014 11:43 AM  
**To:** Wood, Heather FIN:EX  
**Cc:** Hagar, Vanessa A. FIN:EX  
**Subject:** Request for assistance - LNG Capital Cost Allowance issue

Hi Heather,

I've been asked to locate an up-to-date BN on the LNG capital cost allowance issue, for use in a discussion we're having **tomorrow** with Athana. I understand that Finance probably prepared briefing materials on that subject for some meetings that took place in the last few days. Would you be in a position to share that material?

Thanks for any assistance you can provide.

Best,  
Grant

## Bridge, Jannea FIN:EX

---

**From:** Bridge, Jannea FIN:EX  
**Sent:** Thursday, October 23, 2014 10:44 AM  
**To:** Parkinson, Pat A FIN:EX  
**Subject:** FW: LNG BN -CCA Oct 2  
**Attachments:** 338829 Capital Cost Allowance for the LNG Industry.docx; 338829 Capital Cost Allowance for the LNG Industry.pdf

Hi Pat,

This is the version that went to Shelley at the beginning of October.

---

**From:** Bridge, Jannea FIN:EX  
**Sent:** Thursday, October 2, 2014 11:29 AM  
**To:** MacLean, Shelley FIN:EX  
**Cc:** Parkinson, Pat A FIN:EX; Hagar, Vanessa A. FIN:EX; Dawkins, Christina FIN:EX; Flanagan, Paul FIN:EX  
**Subject:** RE: LNG BN -CCA Oct 2

Attached revised version for use.

---

**From:** Bridge, Jannea FIN:EX  
**Sent:** Thursday, October 2, 2014 11:08 AM  
**To:** MacLean, Shelley FIN:EX  
**Cc:** Parkinson, Pat A FIN:EX; Hagar, Vanessa A. FIN:EX; Dawkins, Christina FIN:EX; Flanagan, Paul FIN:EX  
**Subject:** RE: LNG BN -CCA Oct 2

Hello Shelley,

Please find attached briefing note "338829 Capital Cost Allowance for the LNG Industry" as per request (in both word and pdf format).

Thanks,

Jannea

---

**From:** Hagar, Vanessa A. FIN:EX  
**Sent:** Thursday, October 2, 2014 10:53 AM  
**To:** Dawkins, Christina FIN:EX; Bridge, Jannea FIN:EX  
**Cc:** Parkinson, Pat A FIN:EX  
**Subject:** RE: LNG BN -CCA Oct 2

Thanks Chris – that was fast!

Jannea – can you please send directly to Shelley with a copy to me (with the attachment). Heather said she does not need to see in advance (although she would like to see a copy). I will also need the document password to open...

Thanks again,

Vanessa

**From:** Dawkins, Christina FIN:EX  
**Sent:** Thursday, October 2, 2014 10:41 AM  
**To:** Bridge, Jannea FIN:EX  
**Cc:** Parkinson, Pat A FIN:EX; Hagar, Vanessa A. FIN:EX  
**Subject:** LNG BN -CCA Oct 2

Jannea:

Here is the BN as approved by Paul. He sent the letter from Hon Coleman by separate email but it should be attached

Cheers  
Chris

**Ministry of Finance**  
**BRIEFING DOCUMENT**

**To:** Honourable Michael de Jong, Q.C.  
Minister of Finance

**Date Required:** October 2, 2014

**Date Prepared:** October 2, 2014

**Ministry Contact:** Paul Flanagan  
Tax Policy Branch

**Phone Number:** 250-387-9014  
**Email:** Paul.Flanagan@gov.bc.ca

**CLIFF:** 338829

---

**TITLE:** Capital Cost Allowance for the LNG Industry

---

**PURPOSE:**

**(X) FOR INFORMATION**

---

---

---

Executive Director approval: \_\_\_\_\_

ADM approval: \_\_\_\_\_

DM approval: \_\_\_\_\_

**DATE PREPARED:** October 2, 2014

**TITLE:** Capital Cost Allowance for the LNG Industry

**ISSUE:** The LNG industry would like the federal government to increase the capital cost allowance rate applicable to LNG facilities for purposes of income tax.

**BACKGROUND:**

Under federal income tax rules, capital assets are deducted at a specified rate that varies with the class of the assets. Currently, an LNG facility is deductible at a rate of 8 per cent on a declining balance basis. This means that the asset costs are fully deductible over a period of about 30 years.

The LNG industry would like the federal government to change the deductible rate to 30 per cent on a declining balance basis. The benefit of a higher capital cost allowance rate is that taxpayers can defer more income taxes payable to future years. The industry argues that they are a manufacturer of LNG and should be afforded the same capital cost allowance rate as manufacturing which is 30 per cent.

s.13,s.16

s.13

Appendix 1).

**Suggested response**

s.13

The province has set the tax rates for the LNG Income Tax in legislation that will be introduced in October 2014. s.13

## Appendix 1:

JUN 04 2014



Ref: 85090

The Honourable Joe Oliver, P.C., M.P.  
Minister of Finance  
Government of Canada  
House of Commons  
Ottawa, ON K1A 0A6

Dear Minister Oliver:

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As you are aware, British Columbia is aggressively pursuing the creation of a new liquefied natural gas (LNG) industry that has the capacity to generate enormous economic benefits for the people of British Columbia and Canada over the next 40 years. The window of opportunity to capture a share of the growth in Asian LNG demand is currently open to us; however, Canada needs to out-compete other countries to ensure it maximizes its share of this market opportunity.

To this end, I am writing to re-iterate the Province of British Columbia's support of the submission from the Canadian Association of Petroleum Producers (CAPP) for a change in the tax treatment of LNG liquefaction facilities in the federal 2015 Budget. Treating LNG facilities as a manufacturing and processing facility with a tax category of Class 43 (30 percent declining balance) provides consistency with other natural gas processing facilities, but more importantly, it will make Canadian LNG facilities more competitive in the global LNG race. A positive response to the CAPP proposal will help spur final investment decisions for LNG plants on the West Coast, so that Canada can become a major global LNG competitor.

I view the CAPP proposal as beneficial to our collective interests and I hope you are able to incorporate this change in your upcoming budget.

Thank you for your attention to this issue.

Sincerely yours,

A handwritten signature in black ink, appearing to be "Rich Coleman".

Rich Coleman  
Minister & Deputy Premier  
Pc: Honourable Greg Rickford

Minister of  
Natural Gas Development  
and Minister Responsible  
for Housing  
and Deputy Premier

Office of the Minister

Mailing Address:  
PO Box 9052, Stn Prov Govt  
Victoria, BC V8W 9E2

Telephone: 250 953-0900  
Facsimile: 250 953-0927



**Bridge, Jannea FIN:EX**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, October 23, 2014 10:29 AM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** Finalf BN on CCA rates

Do we have the final copy of the BN on this.. ?

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

## **Bridge, Jannea FIN:EX**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, November 20, 2014 12:01 PM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** FW: Briefing Material for Minister/Minister Campbell of Alberta

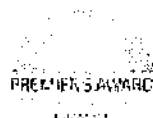
**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

**From:** Flanagan, Paul FIN:EX  
**Sent:** Tuesday, October 21, 2014 2:31 PM  
**To:** Parkinson, Pat A FIN:EX  
**Subject:** RE: Briefing Material for Minister/Minister Campbell of Alberta

We can just redo the note that we gave him for his Ottawa trip.

Have a nice day.

Paul



**From:** Parkinson, Pat A FIN:EX  
**Sent:** Tuesday, October 21, 2014 2:28 PM  
**To:** Flanagan, Paul FIN:EX  
**Subject:** FW: Briefing Material for Minister/Minister Campbell of Alberta

Are you doing this or do you want me to do this.

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

**From:** Bridge, Jannea FIN:EX  
**Sent:** Tuesday, October 21, 2014 2:22 PM  
**To:** Parkinson, Pat A FIN:EX  
**Subject:** Briefing Material for Minister/Minister Campbell of Alberta

Are you aware of this request below for LNG Capital Cost allowance? Or is Paul doing this request?

**From:** Morgan, Melissa FIN:EX  
**Sent:** Tuesday, October 21, 2014 11:28 AM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** FW: Briefing Material for Minister/Minister Campbell of Alberta

Hi Jannea – is Pat working on the LNG note?

**From:** Hagar, Vanessa A. FIN:EX  
**Sent:** Monday, October 20, 2014 9:34 AM  
**To:** Wong, Gina G FIN:EX; Allen, Leanne V FIN:EX; Morgan, Melissa FIN:EX  
**Cc:** Molnar, Rory FIN:EX  
**Subject:** FW: Briefing Material for Minister/Minister Campbell of Alberta

Good morning,

Please see below for new request for meeting notes (for Minister's trip to Calgary on October 28). Notes are due to Shelley by October 23. I will arrange ADM sign-off by Rory who is A/ADM s.22

Thank you,

Vanessa

**From:** MacLean, Shelley FIN:EX  
**Sent:** Friday, October 17, 2014 4:36 PM  
**To:** Mazure, John C FIN:EX; Flanagan, Paul FIN:EX; Parkinson, Pat A FIN:EX; Cole, Elizabeth FIN:EX; Gill, Marcus A FIN:EX  
**Cc:** Wenezenki-Yolland, Cheryl FIN:EX; Freeman, Lisa FIN:EX; Hagar, Vanessa A. FIN:EX; Salling, Tammy L FIN:EX; Wood, Heather FIN:EX  
**Subject:** Briefing Material for Minister/Minister Campbell of Alberta

MDJ is meeting with Minister Campbell, Minister of Finance, Alberta on October 28 in Calgary. Below are the items MDJ would like to discuss and is asking for meeting materials:

s.13,s.16

If I could please have your Meeting Notes by the 23<sup>rd</sup> it would be appreciated. Thank you

---

Shelley MacLean  
Manager, Executive Operations & Strategic Initiatives  
Deputy Minister's Office  
Ministry of Finance  
Phone: 250-356-6696  
Fax: 250-387-1655

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---

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**Subject:** FW: Briefing Material for Minister/Minister Campbell of Alberta

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

**From:** Bridge, Jannea FIN:EX  
**Sent:** Tuesday, October 21, 2014 2:22 PM  
**To:** Parkinson, Pat A FIN:EX  
**Subject:** Briefing Material for Minister/Minister Campbell of Alberta

Are you aware of this request below for <sup>s.16</sup>

Or is Paul doing this request?

**From:** Morgan, Melissa FIN:EX  
**Sent:** Tuesday, October 21, 2014 11:28 AM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** FW: Briefing Material for Minister/Minister Campbell of Alberta

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**Cc:** Wenezenki-Yolland, Cheryl FIN:EX; Freeman, Lisa FIN:EX; Hagar, Vanessa A. FIN:EX; Salling, Tammy L FIN:EX;

Wood, Heather FIN:EX

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Shelley MacLean  
Manager, Executive Operations & Strategic Initiatives  
Deputy Minister's Office  
Ministry of Finance  
Phone: 250-356-6696  
Fax: 250-387-1655

**Bridge, Jannea FIN:EX**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, November 20, 2014 12:03 PM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** FW: LNG BN -CCA Oct 2  
**Attachments:** 338829 Capital Cost Allowance for the LNG Industry.docx; 338829 Capital Cost Allowance for the LNG Industry.pdf

*Pat Parkinson*  
*Executive Lead LNG Tax Development*  
*Ministry of Finance*  
*Phone #: 250 387-8990*  
*Cell # s.17*

---

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**Sent:** Thursday, October 2, 2014 11:29 AM  
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**Subject:** RE: LNG BN -CCA Oct 2

Attached revised version for use.

---

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Hello Shelley,

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Thanks,

Jannea

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**To:** Dawkins, Christina FIN:EX; Bridge, Jannea FIN:EX  
**Cc:** Parkinson, Pat A FIN:EX  
**Subject:** RE: LNG BN -CCA Oct 2

Thanks Chris – that was fast!

Jannea – can you please send directly to Shelley with a copy to me (with the attachment). Heather said she does not need to see in advance (although she would like to see a copy). I will also need the document password to open...

Thanks again,

Vanessa

---

**From:** Dawkins, Christina FIN:EX  
**Sent:** Thursday, October 2, 2014 10:41 AM  
**To:** Bridge, Jannea FIN:EX  
**Cc:** Parkinson, Pat A FIN:EX; Hagar, Vanessa A. FIN:EX  
**Subject:** LNG BN -CCA Oct 2

Jannea:

Here is the BN as approved by Paul. He sent the letter from Hon Coleman by separate email but it should be attached

Cheers  
Chris

**Ministry of Finance**  
**BRIEFING DOCUMENT**

**To:** Honourable Michael de Jong, Q.C  
Minister of Finance

**Date Required:** October 2, 2014

**Date Prepared:** October 2, 2014

**Ministry** Paul Flanagan  
**Contact:** Tax Policy Branch

**Phone Number:** 250-387-9014  
**Email:** Paul.Flanagan@gov.bc.ca

**CLIFF:** 338829

---

**TITLE:** Capital Cost Allowance for the LNG Industry

---

**PURPOSE:**

**(X) FOR INFORMATION**

---

---

---

Executive Director approval: \_\_\_\_\_

ADM approval: \_\_\_\_\_

DM approval: \_\_\_\_\_



**DATE PREPARED:** October 2, 2014

**TITLE:** Capital Cost Allowance for the LNG Industry

**ISSUE:** The LNG industry would like the federal government to increase the capital cost allowance rate applicable to LNG facilities for purposes of income tax.

**BACKGROUND:**

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s.13,s.16

s.13

(see

Appendix 1).

**Suggested response**

s.13

The province has set the tax rates for the LNG Income Tax in legislation that will be introduced in October 2014, s.13

## Bridge, Jannea FIN:EX

---

**From:** Flanagan, Paul FIN:EX  
**Sent:** Thursday, October 2, 2014 11:23 AM  
**To:** Bridge, Jannea FIN:EX; Parkinson, Pat A FIN:EX; Dawkins, Christina FIN:EX  
**Subject:** Re: LNG BN -CCA Oct 2

Ok

Paul Flanagan  
Executive Director, Tax Policy Branch  
BC Ministry of Finance

----- Original message -----

**From:** "Bridge, Jannea FIN:EX"  
**Date:** 10-02-2014 11:21 AM (GMT-08:00)  
**To:** "Parkinson, Pat A FIN:EX" , "Dawkins, Christina FIN:EX"  
**Cc:** "Flanagan, Paul FIN:EX"  
**Subject:** RE: LNG BN -CCA Oct 2

I will change the second sentence in the background from:  
"The LNG industry would like the federal government to change the deductible rate to 30 per cent s.13  
s.13

To

**"The LNG industry would like the federal government to change the deductible rate to 30 per cent on a declining balance basis."**

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, October 2, 2014 11:13 AM  
**To:** Dawkins, Christina FIN:EX  
**Cc:** Flanagan, Paul FIN:EX; Bridge, Jannea FIN:EX  
**Subject:** FW: LNG BN -CCA Oct 2

I would note our comments on the 30% CCA rate states that the rate is s.13      This is inconsistent with the letter  
which indicates the rate would be s.13      Note sure which is correct.

**From:** Bridge, Jannea FIN:EX  
**Sent:** Thursday, October 2, 2014 11:08 AM  
**To:** MacLean, Shelley FIN:EX  
**Cc:** Parkinson, Pat A FIN:EX; Hagar, Vanessa A. FIN:EX; Dawkins, Christina FIN:EX; Flanagan, Paul FIN:EX  
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**Subject:** LNG BN -CCA Oct 2

Jannea:

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Cheers  
Chris

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**Sent:** Thursday, October 2, 2014 11:23 AM  
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**Cc:** Dawkins, Christina FIN:EX; Flanagan, Paul FIN:EX  
**Subject:** RE: LNG BN -CCA Oct 2

Yes please..

---

**From:** Bridge, Jannea FIN:EX  
**Sent:** Thursday, October 2, 2014 11:22 AM  
**To:** Parkinson, Pat A FIN:EX; Dawkins, Christina FIN:EX  
**Cc:** Flanagan, Paul FIN:EX  
**Subject:** RE: LNG BN -CCA Oct 2

I will change the second sentence in the background from:

"The LNG industry would like the federal government to change the deductible rate to 30 per cent (s.13 s.13

To

**"The LNG industry would like the federal government to change the deductible rate to 30 per cent on a declining balance basis."**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, October 2, 2014 11:13 AM  
**To:** Dawkins, Christina FIN:EX  
**Cc:** Flanagan, Paul FIN:EX; Bridge, Jannea FIN:EX  
**Subject:** FW: LNG BN -CCA Oct 2

I would note our comments on the 30% CCA rate states that the rate s.13 This is inconsistent with the letter which indicates the rate would be s.13 Note sure which is correct.

---

**From:** Bridge, Jannea FIN:EX  
**Sent:** Thursday, October 2, 2014 11:08 AM  
**To:** MacLean, Shelley FIN:EX  
**Cc:** Parkinson, Pat A FIN:EX; Hagar, Vanessa A. FIN:EX; Dawkins, Christina FIN:EX; Flanagan, Paul FIN:EX  
**Subject:** RE: LNG BN -CCA Oct 2

Hello Shelley,

Please find attached briefing note "338829 Capital Cost Allowance for the LNG Industry" as per request (in both word and pdf format).

Thanks,

Jannea

---

**From:** Hagar, Vanessa A. FIN:EX  
**Sent:** Thursday, October 2, 2014 10:53 AM

**To:** Dawkins, Christina FIN:EX; Bridge, Jannea FIN:EX  
**Cc:** Parkinson, Pat A FIN:EX  
**Subject:** RE: LNG BN -CCA Oct 2

Thanks Chris – that was fast!

Jannea – can you please send directly to Shelley with a copy to me (with the attachment). Heather said she does not need to see in advance (although she would like to see a copy). I will also need the document password to open...

Thanks again,

Vanessa

---

**From:** Dawkins, Christina FIN:EX  
**Sent:** Thursday, October 2, 2014 10:41 AM  
**To:** Bridge, Jannea FIN:EX  
**Cc:** Parkinson, Pat A FIN:EX; Hagar, Vanessa A. FIN:EX  
**Subject:** LNG BN -CCA Oct 2

Jannea:

Here is the BN as approved by Paul. He sent the letter from Hon Coleman by separate email but it should be attached

Cheers  
Chris

## **Bridge, Jannea FIN:EX**

---

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**"The LNG industry would like the federal government to change the deductible rate to 30 per cent on a declining balance basis."**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, October 2, 2014 11:13 AM  
**To:** Dawkins, Christina FIN:EX  
**Cc:** Flanagan, Paul FIN:EX; Bridge, Jannea FIN:EX  
**Subject:** FW: LNG BN -CCA Oct 2

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**Cc:** Parkinson, Pat A FIN:EX; Hagar, Vanessa A. FIN:EX  
**Subject:** LNG BN -CCA Oct 2

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Cheers  
Chris

## Bridge, Jannea FIN:EX

---

**From:** Flanagan, Paul FIN:EX  
**Sent:** Thursday, October 2, 2014 11:22 AM  
**To:** Dawkins, Christina FIN:EX  
**Subject:** Re: LNG BN -CCA Oct 2

Let's take those words out in the note

Paul Flanagan  
Executive Director, Tax Policy Branch  
BC Ministry of Finance

----- Original message -----

**From:** "Dawkins, Christina FIN:EX"  
**Date:** 10-02-2014 11:19 AM (GMT-08:00)  
**To:** "Flanagan, Paul FIN:EX"  
**Subject:** FW: LNG BN -CCA Oct 2

Paul – not sure – MNGD asks for 30% s.13 and your note says they want 30% s.13 Not necessarily inconsistent (they may ask for less than they want) but not sure..

Your view?

Chris Dawkins | Executive Director | LNG Taxation Development Branch | Ministry of Finance | T 250.356.5068

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, October 2, 2014 11:13 AM  
**To:** Dawkins, Christina FIN:EX  
**Cc:** Flanagan, Paul FIN:EX; Bridge, Jannea FIN:EX  
**Subject:** FW: LNG BN -CCA Oct 2

I would note our comments on the 30% CCA rate states that the rate is s.13 This is inconsistent with the letter which indicates the rate would be s.13 Note sure which is correct.

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**Subject:** RE: LNG BN -CCA Oct 2

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Cheers  
Chris

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**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, October 2, 2014 11:13 AM  
**To:** Dawkins, Christina FIN:EX  
**Cc:** Flanagan, Paul FIN:EX; Bridge, Jannea FIN:EX  
**Subject:** FW: LNG BN -CCA Oct 2  
**Attachments:** 338829 Capital Cost Allowance for the LNG Industry.docx; 338829 Capital Cost Allowance for the LNG Industry.pdf

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**Subject:** LNG BN -CCA Oct 2

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Cheers  
Chris

**Bridge, Jannea FIN:EX**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, November 20, 2014 2:48 PM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** FW: LNG BN -CCA Oct 2  
**Attachments:** LNG BN -CCA Oct 2.docx

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

**From:** Dawkins, Christina FIN:EX  
**Sent:** Thursday, October 2, 2014 10:41 AM  
**To:** Bridge, Jannea FIN:EX  
**Cc:** Parkinson, Pat A FIN:EX; Hagar, Vanessa A. FIN:EX  
**Subject:** LNG BN -CCA Oct 2

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Cheers  
Chris

**Ministry of Finance**

**BRIEFING DOCUMENT**

**To:** Honourable Michael de Jong, Q.C.  
Minister of Finance

**Date Requested:**  
**Date Required:** October 2, 2014

**Initiated by:**

**Date Prepared:** October 2, 2014

**Ministry** Paul Flanagan  
**Contact:** Tax policy Branch

**Phone Number:** 250-387-9014  
**Email:** Paul.Flanagan@gov.bc.ca

---

**TITLE:** Capital Cost Allowance for the LNG Industry

---

**PURPOSE:**

**(X) FOR INFORMATION**

---

---

---

Executive Director approval: \_\_\_\_\_

ADM approval: \_\_\_\_\_

DM approval: \_\_\_\_\_

**DATE PREPARED:** October 2, 2014

**TITLE:** Capital Cost Allowance and LNG facilities

**ISSUE:** The LNG industry would like the federal government to increase the capital cost allowance rate applicable to LNG facilities for purposes of income tax.

**BACKGROUND:**

Under federal income tax rules, capital assets are deducted at a specified rate that varies with the class of the assets. Currently, an LNG facility is deductible at a rate of 8 per cent on a declining balance basis. This means that the asset costs are fully deductible over a period of about 30 years.

The LNG industry would like the federal government to change the deductible rate to 30 per cent on a s.13. The benefit of a higher capital cost allowance rate is that taxpayers can defer more income taxes payable to future years. The industry argues that they are a manufacturer of LNG and should be afforded the same capital cost allowance rate as manufacturing which is 30 per cent.

s.13,s.16

s.13

**Suggested response**

s.13

The province has set the tax rates for the LNG Income Tax in legislation that will be introduced in October 2014, s.13

## **Bridge, Jannea FIN:EX**

---

**From:** Bridge, Jannea FIN:EX  
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**To:** MacLean, Shelley FIN:EX  
**Cc:** Parkinson, Pat A FIN:EX; Hagar, Vanessa A. FIN:EX; Dawkins, Christina FIN:EX; Flanagan, Paul FIN:EX  
**Subject:** RE: LNG BN -CCA Oct 2  
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**Subject:** LNG BN -CCA Oct 2

Jannea:

Here is the BN as approved by Paul. He sent the letter from Hon Coleman by separate email but it should be attached

Cheers  
Chris

**Ministry of Finance**  
**BRIEFING DOCUMENT**

**To:** Honourable Michael de Jong, Q.C.  
Minister of Finance

**Date Required:** October 2, 2014

**Date Prepared:** October 2, 2014

**Ministry Contact:** Paul Flanagan  
Tax Policy Branch

**Phone Number:** 250-387-9014  
**Email:** Paul.Flanagan@gov.bc.ca

**CLIFF:** 338829

---

**TITLE:** Capital Cost Allowance for the LNG Industry

---

**PURPOSE:**

**(X) FOR INFORMATION**

---

---

---

Executive Director approval: \_\_\_\_\_

ADM approval: \_\_\_\_\_

DM approval: \_\_\_\_\_



**DATE PREPARED:** October 2, 2014

**TITLE:** Capital Cost Allowance for the LNG Industry

**ISSUE:** The LNG industry would like the federal government to increase the capital cost allowance rate applicable to LNG facilities for purposes of income tax.

**BACKGROUND:**

Under federal income tax rules, capital assets are deducted at a specified rate that varies with the class of the assets. Currently, an LNG facility is deductible at a rate of 8 per cent on a declining balance basis. This means that the asset costs are fully deductible over a period of about 30 years.

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s.13,s.16

s.13

**Suggested response**

s.13

The province has set the tax rates for the LNG Income Tax in legislation that will be introduced in October 2014. s.13

**Bridge, Jannea FIN:EX**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, November 20, 2014 2:48 PM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** FW: LNG BN -CCA Oct 2  
**Attachments:** LNG BN -CCA Oct 2.docx

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

---

**From:** Dawkins, Christina FIN:EX  
**Sent:** Thursday, October 2, 2014 10:41 AM  
**To:** Bridge, Jannea FIN:EX  
**Cc:** Parkinson, Pat A FIN:EX; Hagar, Vanessa A. FIN:EX  
**Subject:** LNG BN -CCA Oct 2

Jannea:

Here is the BN as approved by Paul. He sent the letter from Hon Coleman by separate email but it should be attached

Cheers  
Chris

JUN 04 2014



Ref: 85090

The Honourable Joe Oliver, P.C., M.P.  
Minister of Finance  
Government of Canada  
House of Commons  
Ottawa, ON K1A 0A6

Dear Minister Oliver:

Thank you for meeting with me in Ottawa on March 31, 2014. I was pleased to be able to congratulate you in person on your appointment to Minister of Finance.

As you are aware, British Columbia is aggressively pursuing the creation of a new liquefied natural gas (LNG) industry that has the capacity to generate enormous economic benefits for the people of British Columbia and Canada over the next 40 years. The window of opportunity to capture a share of the growth in Asian LNG demand is currently open to us; however, Canada needs to out-compete other countries to ensure it maximizes its share of this market opportunity.

To this end, I am writing to re-iterate the Province of British Columbia's support of the submission from the Canadian Association of Petroleum Producers (CAPP) for a change in the tax treatment of LNG liquefaction facilities in the federal 2015 Budget. Treating LNG facilities as a manufacturing and processing facility with a tax category of Class 43 (30 percent declining balance) provides consistency with other natural gas processing facilities, but more importantly, it will make Canadian LNG facilities more competitive in the global LNG race. A positive response to the CAPP proposal will help spur final investment decisions for LNG plants on the West Coast, so that Canada can become a major global LNG competitor.

I view the CAPP proposal as beneficial to our collective interests and I hope you are able to incorporate this change in your upcoming budget.

Thank you for your attention to this issue.

Sincerely yours,

Rich Coleman  
Minister & Deputy Premier  
Pc: Honourable Greg Rickford

---

Minister of  
Natural Gas Development  
and Minister Responsible  
for Housing  
and Deputy Premier

Office of the Minister

Mailing Address:  
PO Box 9052, Stn Prov Govt  
Victoria, BC V8W 9E2

Telephone: 250 953-0900  
Facsimile: 250 953-0927

## Bridge, Jannea FIN:EX

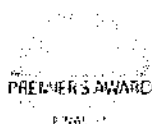
---

**From:** Flanagan, Paul FIN:EX  
**Sent:** Thursday, October 2, 2014 10:31 AM  
**To:** Dawkins, Christina FIN:EX; Bridge, Jannea FIN:EX  
**Subject:** FW: 85090 MO to Federal Minister Oliver  
**Attachments:** 85090 MO NGD LNG Federal Minister Oliver - LNG Tax FINAL.pdf

Here is the letter if you want to include it as an attachment. I am fine with the BN.

Have a nice day.

Paul



---

**From:** Walowina, Terri MNGD:EX  
**Sent:** Thursday, July 31, 2014 3:44 PM  
**To:** Flanagan, Paul FIN:EX  
**Cc:** Hansen, Brian MNGD:EX; Calder, Kursti D MNGD:EX; Symes, Leslie MEM:EX  
**Subject:** RE: 85090 MO to Federal Minister Oliver

Hi Paul,

Here is the signed and final copy of the letter.

Terri Walowina  
Administrative Assistant  
250 953-3743

---

**From:** Flanagan, Paul FIN:EX  
**Sent:** Thursday, July 31, 2014 3:34 PM  
**To:** Hansen, Brian MNGD:EX; Calder, Kursti D MNGD:EX  
**Cc:** Walowina, Terri MNGD:EX  
**Subject:** RE: 85090 MO to Federal Minister Oliver

Can you send me the signed version of this letter?

Paul

---

**From:** Hansen, Brian MNGD:EX  
**Sent:** Tuesday, May 27, 2014 3:33 PM  
**To:** Calder, Kursti D MNGD:EX  
**Cc:** Walowina, Terri MNGD:EX; Flanagan, Paul FIN:EX; Foster, Doug FIN:EX  
**Subject:** Fwd: 85090 MO to Federal Minister Oliver

s.12,s.13,s.16

s.12,s.13,s.16

Sent from my iPhone

Begin forwarded message:

**From:** "Calder, Kursti D MNGD:EX" <[Kursti.Calder@gov.bc.ca](mailto:Kursti.Calder@gov.bc.ca)>  
**Date:** May 27, 2014 at 4:09:24 PM CST  
**To:** "Hansen, Brian MNGD:EX" <[Brian.Hansen@gov.bc.ca](mailto:Brian.Hansen@gov.bc.ca)>  
**Cc:** "Walowina, Terri MNGD:EX" <[Terri.Walowina@gov.bc.ca](mailto:Terri.Walowina@gov.bc.ca)>  
**Subject:** 85090 MO to Federal Minister Oliver

Hi Brian,

s.12,s.13,s.16

Thanks,

Kursti

**Bridge, Jannea FIN:EX**

---

**From:** Flanagan, Paul FIN:EX  
**Sent:** Thursday, October 2, 2014 9:51 AM  
**To:** Dawkins, Christina FIN:EX  
**Subject:** LNG CCA October  
**Attachments:** LNG CCA October.docx

Just added a sentence to say why it is important to the industry.

**DATE PREPARED:** April 7, 2014

**TITLE:** Capital Cost Allowance and LNG facilities

**ISSUE:** The LNG industry would like the federal government to increase the capital cost allowance rate applicable to LNG facilities for purposes of income tax.

**BACKGROUND:**

Under federal income tax rules, capital assets are deducted at a specified rate that varies with the class of the assets. Currently, an LNG facility is deductible at a rate of 8 per cent on a declining balance basis. This means that the asset costs are fully deductible over a period of about 30 years.

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s.13,s.16

s.13

**Suggested response**

s.13

The province has set the tax rates for the LNG Income Tax in legislation that will be introduced in October 2014, s.13

## Bridge, Jannea FIN:EX

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, November 20, 2014 12:03 PM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** FW: Briefing material for MDJ/Minister Fast meeting Friday  
**Attachments:** LNG CCA October.docx  
  
**Importance:** High

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

---

**From:** Dawkins, Christina FIN:EX  
**Sent:** Thursday, October 2, 2014 9:47 AM  
**To:** Flanagan, Paul FIN:EX  
**Cc:** Parkinson, Pat A FIN:EX; Bridge, Jannea FIN:EX  
**Subject:** FW: Briefing material for MDJ/Minister Fast meeting Friday  
**Importance:** High

Paul: If you are OK with this – could you let me know and I will ask somebody to cliff it and send to DMO.

Chris Dawkins | Executive Director| LNG Taxation Development Branch | Ministry of Finance | T 250.356.5068

---

**From:** Hagar, Vanessa A. FIN:EX  
**Sent:** Thursday, October 2, 2014 9:45 AM  
**To:** Dawkins, Christina FIN:EX  
**Subject:** FW: Briefing material for MDJ/Minister Fast meeting Friday  
**Importance:** High

Thanks Chris.

---

**From:** MacLean, Shelley FIN:EX  
**Sent:** Wednesday, October 1, 2014 1:43 PM  
**To:** Wood, Heather FIN:EX; Flanagan, Paul FIN:EX; Bawa, Reg R FIN:EX; Purnell, Richard FIN:EX; Hopkins, Jim FIN:EX  
**Cc:** Hagar, Vanessa A. FIN:EX; Chand, Rita FIN:EX  
**Subject:** Briefing material for MDJ/Minister Fast meeting Friday  
**Importance:** High

Minister is meeting with The Honourable Ed Fast, Minister of International Trade on Friday and would like briefing material on the topics noted below. If there are existing notes they can just be updated. I apologize for the short turn around, but I will need these notes by 3:00 Thursday. Thank you

s.13,s.16,s.17



s.13,s.16,s.17

---

Shelley MacLean  
Manager, Executive Operations & Strategic Initiatives  
Deputy Minister's Office  
Ministry of Finance  
Phone: 250-356-6696  
Fax: 250-387-1655

## Bridge, Jannea FIN:EX

---

**From:** Hagar, Vanessa A. FIN:EX  
**Sent:** Thursday, October 2, 2014 9:45 AM  
**To:** Dawkins, Christina FIN:EX  
**Subject:** FW: Briefing material for MDJ/Minister Fast meeting Friday

**Importance:** High

Thanks Chris.

---

**From:** MacLean, Shelley FIN:EX  
**Sent:** Wednesday, October 1, 2014 1:43 PM  
**To:** Wood, Heather FIN:EX; Flanagan, Paul FIN:EX; Bawa, Reg R FIN:EX; Purnell, Richard FIN:EX; Hopkins, Jim FIN:EX  
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s.13,s.16,s.17

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Shelley MacLean  
Manager, Executive Operations & Strategic Initiatives  
Deputy Minister's Office  
Ministry of Finance  
Phone: 250-356-6696  
Fax: 250-387-1655

## Bridge, Jannea FIN:EX

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, October 2, 2014 9:14 AM  
**To:** Dawkins, Christina FIN:EX  
**Cc:** Flanagan, Paul FIN:EX  
**Subject:** Re: Briefing material for MDJ/Minister Fast meeting Friday

Paul has all the materials. I am more concerned with getting the overview and TP done.

---

**From:** Dawkins, Christina FIN:EX  
**Sent:** Thursday, October 02, 2014 09:11 AM  
**To:** Bridge, Jannea FIN:EX  
**Cc:** Nelson, Aaron FIN:EX; Flanagan, Paul FIN:EX; Parkinson, Pat A FIN:EX; Hagar, Vanessa A. FIN:EX  
**Subject:** RE: Briefing material for MDJ/Minister Fast meeting Friday

I will do up something and run it by Paul

Chris Dawkins | Executive Director| LNG Taxation Development Branch | Ministry of Finance | T 250.356.5068

---

**From:** Bridge, Jannea FIN:EX  
**Sent:** Thursday, October 2, 2014 8:57 AM  
**To:** Dawkins, Christina FIN:EX  
**Cc:** Nelson, Aaron FIN:EX  
**Subject:** FW: Briefing material for MDJ/Minister Fast meeting Friday

Are you able to provide any insight on this request below?

---

**From:** Hagar, Vanessa A. FIN:EX  
**Sent:** Thursday, October 2, 2014 8:48 AM  
**To:** Bridge, Jannea FIN:EX  
**Cc:** Morgan, Melissa FIN:EX  
**Subject:** FW: Briefing material for MDJ/Minister Fast meeting Friday

Hi Jannea,

DMO has requested notes for the Minister's meeting with Minister Ed Fast on Friday. Can you confirm that your area will be providing the note re<sup>s.16</sup> (see incoming request below)? The notes are due by 3:00 pm today and Heather will need to review in advance.

Thank you,

**Vanessa Hagar**  
Office of the ADM, Policy and Legislation Division  
Tel. 250-356-9911

---

**From:** Morgan, Melissa FIN:EX  
**Sent:** Wednesday, October 1, 2014 4:29 PM  
**To:** Hagar, Vanessa A. FIN:EX  
**Subject:** FW: Briefing material for MDJ/Minister Fast meeting Friday

Hi Vanessa, perhaps pass this by Jannea? It may be difficult to get material out of Paul as he has back to back meetings tomorrow....

**From:** Purnell, Richard FIN:EX  
**Sent:** Wednesday, October 1, 2014 4:25 PM  
**To:** Morgan, Melissa FIN:EX  
**Subject:** RE: Briefing material for MDJ/Minister Fast meeting Friday

No, the LNG branch will though Paul I presume.

Richard Purnell  
Director, Income Tax  
Tax Policy Branch  
British Columbia Ministry of Finance  
Phone: (250) 387-9072  
Fax: (250) 387-9061

**From:** Morgan, Melissa FIN:EX  
**Sent:** Wednesday, October 1, 2014 4:15 PM  
**To:** Purnell, Richard FIN:EX  
**Cc:** Hagar, Vanessa A. FIN:EX  
**Subject:** FW: Briefing material for MDJ/Minister Fast meeting Friday

Hi Richard – will we be providing material on the<sup>s.16</sup>

**From:** Hagar, Vanessa A. FIN:EX  
**Sent:** Wednesday, October 1, 2014 3:06 PM  
**To:** Morgan, Melissa FIN:EX  
**Subject:** FW: Briefing material for MDJ/Minister Fast meeting Friday

Forwarding fyi. Do you know if there will be something coming from TPB re the<sup>s.16</sup> Thanks.

**From:** MacLean, Shelley FIN:EX  
**Sent:** Wednesday, October 1, 2014 2:58 PM  
**To:** Purnell, Richard FIN:EX  
**Cc:** Wood, Heather FIN:EX; Hagar, Vanessa A. FIN:EX  
**Subject:** RE: Briefing material for MDJ/Minister Fast meeting Friday

Thanks Richard, I'll let the MO know.

**From:** Purnell, Richard FIN:EX  
**Sent:** Wednesday, October 1, 2014 2:57 PM  
**To:** MacLean, Shelley FIN:EX  
**Cc:** Wood, Heather FIN:EX; Hagar, Vanessa A. FIN:EX  
**Subject:** FW: Briefing material for MDJ/Minister Fast meeting Friday  
**Importance:** High

Shelley,

s.13,s.17

Richard Purnell  
Director, Income Tax  
Tax Policy Branch  
British Columbia Ministry of Finance  
Phone: (250) 387-9072  
Fax: (250) 387-9061

---

**From:** MacLean, Shelley FIN:EX  
**Sent:** Wednesday, October 1, 2014 1:43 PM  
**To:** Wood, Heather FIN:EX; Flanagan, Paul FIN:EX; Bawa, Reg R FIN:EX; Purnell, Richard FIN:EX; Hopkins, Jim FIN:EX  
**Cc:** Hagar, Vanessa A. FIN:EX; Chand, Rita FIN:EX  
**Subject:** Briefing material for MDJ/Minister Fast meeting Friday  
**Importance:** High

Minister is meeting with The Honourable Ed Fast, Minister of International Trade on Friday and would like briefing material on the topics noted below. If there are existing notes they can just be updated. I apologize for the short turn around, but I will need these notes by 3:00 Thursday. Thank you

s.13,s.16,s.17

---

Shelley MacLean  
Manager, Executive Operations & Strategic Initiatives  
Deputy Minister's Office  
Ministry of Finance  
Phone: 250-356-6696  
Fax: 250-387-1655

## Bridge, Jannea FIN:EX

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, November 20, 2014 12:04 PM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** FW: Briefing material for MDJ/Minister Fast meeting Friday

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

**From:** Dawkins, Christina FIN:EX  
**Sent:** Thursday, October 2, 2014 9:11 AM  
**To:** Bridge, Jannea FIN:EX  
**Cc:** Nelson, Aaron FIN:EX; Flanagan, Paul FIN:EX; Parkinson, Pat A FIN:EX; Hagar, Vanessa A. FIN:EX  
**Subject:** RE: Briefing material for MDJ/Minister Fast meeting Friday

I will do up something and run it by Paul

Chris Dawkins | Executive Director| LNG Taxation Development Branch | Ministry of Finance | T 250.356.5068

---

**From:** Bridge, Jannea FIN:EX  
**Sent:** Thursday, October 2, 2014 8:57 AM  
**To:** Dawkins, Christina FIN:EX  
**Cc:** Nelson, Aaron FIN:EX  
**Subject:** FW: Briefing material for MDJ/Minister Fast meeting Friday

Are you able to provide any insight on this request below?

---

**From:** Hagar, Vanessa A. FIN:EX  
**Sent:** Thursday, October 2, 2014 8:48 AM  
**To:** Bridge, Jannea FIN:EX  
**Cc:** Morgan, Melissa FIN:EX  
**Subject:** FW: Briefing material for MDJ/Minister Fast meeting Friday

Hi Jannea,

DMO has requested notes for the Minister's meeting with Minister Ed Fast on Friday. Can you confirm that your area will be providing the note re s.16 (see incoming request below)? The notes are due by 3:00 pm today and Heather will need to review in advance.

Thank you,

**Vanessa Hagar**  
Office of the ADM, Policy and Legislation Division  
Tel. 250-356-9911

**From:** Morgan, Melissa FIN:EX  
**Sent:** Wednesday, October 1, 2014 4:29 PM  
**To:** Hagar, Vanessa A. FIN:EX  
**Subject:** FW: Briefing material for MDJ/Minister Fast meeting Friday

Hi Vanessa, perhaps pass this by Jannea? It may be difficult to get material out of Paul as he has back to back meetings tomorrow....

**From:** Purnell, Richard FIN:EX  
**Sent:** Wednesday, October 1, 2014 4:25 PM  
**To:** Morgan, Melissa FIN:EX  
**Subject:** RE: Briefing material for MDJ/Minister Fast meeting Friday

No, the LNG branch will though Paul I presume.

Richard Purnell  
Director, Income Tax  
Tax Policy Branch  
British Columbia Ministry of Finance  
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Shelley,

s.13,s.17

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**Cc:** Hagar, Vanessa A. FIN:EX; Chand, Rita FIN:EX  
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s.13,s.16,s.17

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Manager, Executive Operations & Strategic Initiatives  
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Ministry of Finance  
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## Bridge, Jannea FIN:EX

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Shelley,

s.13,s.17

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s.13,s.16,s.17

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Shelley MacLean  
Manager, Executive Operations & Strategic Initiatives  
Deputy Minister's Office  
Ministry of Finance  
Phone: 250-356-6696  
Fax: 250-387-1655

**Bridge, Jannea FIN:EX**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Tuesday, November 25, 2014 10:54 AM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** FW: Discussion with Heather

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Monday, September 29, 2014 8:13 AM  
**To:** Flanagan, Paul FIN:EX  
**Subject:** RE: Discussion with Heather

s.13,s.16

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

---

**From:** Flanagan, Paul FIN:EX  
**Sent:** Monday, September 29, 2014 6:28 AM  
**To:** Parkinson, Pat A FIN:EX  
**Subject:** Re: Discussion with Heather

s.13,s.16

Paul Flanagan  
Executive Director, Tax Policy Branch  
BC Ministry of Finance

----- Original message -----  
**From:** "Parkinson, Pat A FIN:EX"  
**Date:** 09-29-2014 6:19 AM (GMT-08:00)  
**To:** "Flanagan, Paul FIN:EX"  
**Subject:** Discussion with Heather



**Bridge, Jannea FIN:EX**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Thursday, November 20, 2014 12:04 PM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** FW: Note on CCA rates  
**Attachments:** Note on CCA rates.docx

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

**From:** Flanagan, Paul FIN:EX  
**Sent:** Friday, August 1, 2014 7:55 AM  
**To:** Parkinson, Pat A FIN:EX  
**Subject:** Note on CCA rates

Page 116 to/à Page 119

Withheld pursuant to/removed as

s.16;s.13;s.17

**Bridge, Jannea FIN:EX**

---

**From:** Parkinson, Pat A FIN:EX  
**Sent:** Tuesday, March 10, 2015 3:22 PM  
**To:** Bridge, Jannea FIN:EX  
**Subject:** FW: CCA for LNG facilities

**Pat Parkinson**  
**Executive Lead LNG Tax Development**  
**Ministry of Finance**  
**Phone #: 250 387-8990**  
**Cell # s.17**

---

**From:** tony van rooyen s.22  
**Sent:** Wednesday, May 21, 2014 6:50 AM  
**To:** Flanagan, Paul FIN:EX; Parkinson, Pat A FIN:EX  
**Subject:** Fw: CCA for LNG facilities

Hi, I will let you folks deal with s.22 question below.

Tony Van Rooyen

**From:** s.22  
**Sent:** Wednesday, May 21, 2014 5:58 AM  
**To:** Tony Van Rooyen s.22

Hi Tony,  
Hope all is well with you.  
Do you happen to know if the province got any further response from the Fed's regarding changing the CCA rate for LNG?  
Thanks much  
s.22