This program provides royalty credits to companies when they drill deep wells. The credits cover a portion of the drilling and completion costs for these wells and can be used to reduce the royalties payable for a producing well. Budget and Fiscal Plan 2021/22 - 2023/24: Appendices, Table A1.0.3 Material Assumptions – Revenue, Royalty programs and infrastructure credits. Deep drilling.

Deep-Well Royalty Credits

The credit applies to exploration for all types of mineral resources, and some industrial minerals. Drilling expenses for oil and gas do not qualify. Budget 2017 made the MEC a permanent incentive.


Deep-Water Electrical Royalty Credit


Road, pipelines, Clean Growth Infrastructure Royalty and other infrastructure programs

The Clean Growth Infrastructure Royalty Program (CGIRP) encourages new capital investment in oil and natural gas infrastructure. Applicants seek a deduction from royalty payments, for investments made to reduce methane emissions. They are selected based on the cost relative to the projected reduction in pollution.

Budget and Fiscal Plan 2021/22 - 2023/24: Appendices, Table A1.0.3 Material Assumptions – Revenue, Royalty programs and infrastructure credits. Clean Growth Infrastructure Royalty and other infrastructure programs.

Motor Fuel Tax exemption for international flights (jet fuel)

Exemption for motor fuel tax on jet fuel purchased by an international air service that is a registered carrier.

Budget and Fiscal Plan 2021/22 - 2023/24: Appendices, Table A1.4 Consumption Taxes – Tax Expenditures; Fuel taxes; Tax exemption for international flights (jet fuel).

Motor Fuel Tax exemption for alternative fuels

Exempts hydrogen used in a fuel cell vehicle, natural gas and diesel that contain at least 5 per cent methanol from motor fuel tax.

Budget and Fiscal Plan 2021/22 - 2023/24: Appendices, Table A1.4 Consumption Taxes – Tax Expenditures; Fuel taxes; Tax exemption for alternative fuels.

Motor Fuel Tax exemption for farmers

Exempts coloured gasoline and coloured diesel purchased by qualifying farmers from motor fuel and carbon tax.

Budget and Fiscal Plan 2021/22 - 2023/24: Appendices, Table A1.4 Consumption Taxes – Tax Expenditures; Fuel taxes; Tax exemptions for farmers.

Motor fuel and other transportation tax credits

Provides a tax credit to individuals who invest in flow-through shares on renounced mining expenditures.

Budget and Fiscal Plan 2021/22 - 2023/24: Appendices, Table A1.4 Consumption Taxes – Tax Expenditures; Fuel taxes; Flow-through share tax credit.

Provincial Sales Tax exemption for residential energy

Provides an exemption to reduce the cost of residential energy. Note: does not provide a deduction between different fuel sources.

Budget and Fiscal Plan 2021/22 - 2023/24: Appendices, Table A1.4 Consumption Taxes – Tax Expenditures; Deductions and Non-Refundable Tax Credits; withholding flow-through share tax credit.

Provincial Sales Tax exemption for non-residential energy

Provides an exemption to help businesses become more competitive and support increased productivity, growth and job creation. Note: does not provide a deduction between different fuel sources.

Budget and Fiscal Plan 2021/22 - 2023/24: Appendices, Table A1.4 Consumption Taxes – Tax Expenditures; Provincial Sales Tax; Non-residential energy.

Provincial Sales Tax exemption for Production machinery and equipment

Provides an exemption to help reduce the cost of certain machinery and equipment for businesses in the manufacturing, oil and gas, mining and logging industries.

Budget and Fiscal Plan 2021/22 - 2023/24: Appendices, Table A1.4 Consumption Taxes – Tax Expenditures; Provincial Sales Tax; Non-residential energy.

MINISTRY OF ENVIRONMENT AND CLIMATE CHANGE STRATEGY - CLEAN BC

Clean BC Program for Industry

The CleanBC Program for Industry draws a portion of the carbon taxes paid by industry into a fund to support clean industry. The CleanBC Industrial Incentive Program provides incentives to large regulated industrial operations to reduce methane emissions in their existing production processes. The CleanBC Industrial Incentive Program is a permanent incentive. Prior to 2017 the components of the current CleanBC Program for Industry were split between two separate budget programs: the CleanBC Industrial Incentive Program and the CleanBC Project Incentive Program. The CleanBC Project Incentive Program was renamed CleanBC Industrial Incentive Program for Budget years prior to 2017 to accurately reflect the components.

Budget and Fiscal Plan 2021/22 - 2023/24: Appendices, Table A1.4 Consumption Taxes – Tax Expenditures; Provincial Sales Tax; Non-residential energy.

MINISTRY OF ENVIRONMENT AND CLIMATE CHANGE STRATEGY - CLEAN BC

Budget and Fiscal Plan 2021/22 - 2023/24: Appendices, Table A1.4 Consumption Taxes – Tax Expenditures; Provincial Sales Tax; Non-residential energy.

CAPITAL SPENDING AND PROJECTS **

None.

Budget and Fiscal Plan 2021/22 - 2023/24: Appendices, Table A1.4 Consumption Taxes – Tax Expenditures; Provincial Sales Tax; Non-residential energy.
<table>
<thead>
<tr>
<th>Project Description</th>
<th>Budget and Fiscal Plan 2020/21 - 2022/23; Page 52</th>
<th>Capital Spending; Table 1.12 Investing in Communities</th>
<th>Budget and Fiscal Plan 2021/22 - 2023/24; Page 60</th>
<th>Capital Expenditure projects Greater than $50 million</th>
<th>2021 Budget and Fiscal Plan</th>
<th>2022 Budget and Fiscal Plan</th>
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<td>LNG Canada load interconnection project</td>
<td>Support for LNG Canada to build a facility in Kitimat.</td>
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<td>Northern Capital and Planning Grant</td>
<td>Capital funding for 26 local governments along LNG corridor and near Kitimat to help meet current and future infrastructure needs.</td>
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<td>TOTALS</td>
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<th>OUTSTANDING DEEP WELLS ROYALTY CREDITS***</th>
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</tbody>
</table>

* For budget items without Plan estimate, a projection based on average spending levels under NDP budgets has been applied
** Remaining capital spend allocated evenly over projected project timeline if specific budget not provided
*** For years 2020/21 - 2023/24 linear projection based on 2016/17-2019/20 trend has been applied