



Overview

The *Oil Infrastructure Investment Program (OIP)* offers transferable crown royalty and freehold production tax credits for qualified projects at a rate of 20 per cent of eligible program costs. OIP recognizes most costs necessary to construct and bring an approved project into service.

OIP is open to new or expanded oil, refined petroleum product, natural gas liquids, or carbon dioxide pipeline projects, including:

- Transmission pipelines.
- Feeder pipelines (including trunk and branch pipeline systems).
- Pipeline terminals.
- Enabling infrastructure investments, that are directly linked and dedicated to an eligible project and are required to bring that project into service, may also be considered eligible.

Natural gas pipelines, crude-by-rail infrastructure, and emulsion flow lines are **not** eligible under OIP.

OIP is open to applications until March 31, 2029.

Eligibility:

1. **Must** directly increase oil or carbon dioxide pipeline capacity in Saskatchewan.
2. **Must** include at least \$10 million in eligible project costs.
3. **Must not** be operational prior to an OIP application being submitted.
4. **Must not** be a redundant service.

Program Highlights

The credits are fully transferable; non-producers/non-royalty payers have the ability to transfer credits to oil, gas, and helium crown royalty and freehold production tax payers. Also, OIP encourages multi-company projects as costs can be incurred by a firm other than the principal applicant.

- OIP has a project-specific awarded credit cap of \$40 million (i.e., a maximum of up to \$200 million in recognized eligible costs per project).
- Credits can be claimed at a rate of 20% of total credits in the first calendar year of operations, 30% in the second calendar year, and 50% in the third calendar year.
- OIP can be used alongside with other incentive and grant programs available in Saskatchewan.

Costs incurred from January 1, 2018, onward may be recognized as eligible.

For more information, contact:

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