



*Office of the Minister
Deputy Government House Leader
MLA, Calgary-North West*

AR38100

MAR 11 2021

Shannon Phillips, Chair
Standing Committee on Public Accounts
PACcommittee.Admin@assembly.ab.ca

Dear Ms. Phillips:

Thank you for your letter dated February 12, 2021, requesting details of the Alberta Petroleum Marketing Commission's current expected cost exposure of the Government of Alberta's investment in the Keystone XL pipeline project undertaken by TC Energy Corporation. I recognize that Albertans want transparency of the investment, and I welcome the opportunity to answer your question.

Alberta's investment was structured on a pay-as-you-go model, with additional investment contingent on the continued construction of the pipeline. As of February 2021, the total estimated financial commitment is \$1.276 billion, which includes an equity payment of \$384 million and an estimate of the loan guaranteed by the Alberta government of \$892 million.

On January 20, 2021, the presidential permit for the Keystone XL pipeline was revoked by the U.S. administration and because of this TC Energy suspended all work on the pipeline.

We will continue to explore all options to advance the project, advocate for Alberta's responsible energy industry, and for the 59,000 jobs that this project would create. If Keystone XL does not proceed our government will explore all options to recoup the investment.

Sincerely,

Sonya Savage
Minister

cc: Grant D. Sprague, Q.C., Chair, APMC

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