

Fuel Surcharge

In order to efficiently move cargo through our port terminals, LOGISTEC uses equipment that requires fuel in our daily operations. In the current context and as fuel prices fluctuate, a surcharge is applied to offset the cost of fuel used.

Fuel Surcharge - Dollars per MT (metric tonne)						
Effective Quarter	CANADA (CAD)			US (USD)		
	Average (Table 1)	Tier (Table 2)	Surcharge	Average (Table 1)	Tier (Table 2)	Surcharge
Q3 - 2022	\$2.23/litre	6	\$0.60/MT	\$5.57/gallon	6	\$0.60/MT

CALCULATING FUEL SURCHARGE

LOGISTEC's fuel surcharge is metric tonne-based (MT). It is calculated quarterly using the national average retail prices of diesel from both the [U.S. Energy Information Administration](#) and [Natural Resources Canada](#). The base starting rate is \$1.30/litre - \$3.30/gallon.

Table 1

Quarter Services Rendered	Average Monthly Diesel Price for
Q1 January, February, March	November
Q2 April, May, June	February
Q3 July, August, September	May
Q4 October, November, December	August

Table 2

	CANADA	US	
Tier	Range in \$/litre	Range in \$/gallon	\$/MT
1	1.30 - 1.49	3.30 - 3.74	\$0.10
2	1.50 - 1.69	3.75 - 4.19	\$0.20
3	1.70 - 1.89	4.20 - 4.64	\$0.30
4	1.90 - 1.99	4.65 - 5.09	\$0.40
5	2.00 - 2.19	5.10 - 5.54	\$0.50
6	2.20 - 2.39	5.55 - 5.99	\$0.60

Example:

For a US shipment of 500 MT handled by LOGISTEC in May 2022, the fuel surcharge is based on the average price for February 2022 which was \$4.03/gallon at a rate of \$0.20 (Tier 2) per MT: 500MT x \$0.20 = \$100 USD fuel surcharge.