

COMING JANUARY 1, 2021

CHANGES TO TARIFF 2 POLICY

Asset optimization remains a critical foundation in providing timely and reliable service. Consistent with this principle, CP is implementing a series of refinements to its Tariff 2 Asset Use program that is both balanced and measurable.



NEW

ONLINE TOOL FOR ASSET USE

This tool allows for the monitoring & reconciling of Asset Use data, and further enhances the current suite of pipeline management tools within CP Customer Station.



WHAT IS CHANGING?

24-HOUR CLOCK

Asset Use is measured in 24-hour periods, as opposed to calendar days.

All traffic receives 24 hours of delivery time upon constructive placement in a CP yard.

Railway traffic receives 24 hours of free time upon actual placement at a customer facility.



SERVICE EXCEPTION

Upon a CP local service exception, relief will be provided on the railcar(s) impacted until the next scheduled service, while up to seven (7) days of incremental relief will be provided for an equivalent number of railcar(s) in the serving area.

Relief will carry forward into the next calendar month if warranted.



RAILWAY SUPPLIED EMPTIES

The Asset Use start date for empty railcars ordered via Delta/Request Management System is not changing; however, the start of free time is refined to reflect the actual placement.



EVENT STANDARDIZATION

The start, pause, and end events for Asset Use have been standardized across all Gate Types.



BASE TARIFF CREDITS

Base Tariff credits will be replaced by Car Substitution and the 24 hours of free time upon actual placement.



WHAT IS NOT CHANGING?

- > Invoices will still be issued monthly
- > Fleet Demand rating is still applicable
- > Facilities that perform all on-site switching will continue to receive a credit
- > Bad Order railway cars released within 24 hours of placement will not incur Asset Use charges

KEY IMPROVEMENTS



TRANSIT VARIANCE

When actual transit is more than 24 hours outside CP baseline Trip Plan/Unit Train ETA, for reasons attributable to CP, credit(s) may be applicable.

CAR SUBSTITUTION

A car not yet on Asset Use, placed in substitution of a car on Asset Use, will receive a credit (gate types: Open/Order By Quantity; does not apply to railway supplied empties)

SERVICE WINDOW

As part of your scheduled local service, if CP places a railway car outside that service, a credit will be automatically provided.

As part of your scheduled local service, if CP places a private car after that service, a credit will be automatically provided.



Contact your CP Account Manager for more details.

In the event there is a difference between the terms in this document and Tariff 2, Tariff 2 governs.

[Click here to view Tariff 2 information](#)

