



OFFICE OF THE PARLIAMENTARY BUDGET OFFICER
BUREAU DU DIRECTEUR PARLEMENTAIRE DU BUDGET

March 19, 2020

The Honourable Bill Morneau, Minister
Finance Canada
90 Elgin Street
17th Floor
Ottawa, ON
K1A 0G5

bill.morneau@canada.gc.ca

Information Request: IR0455

Dear Minister Morneau:

As you are likely aware, the Parliamentary Budget Officer (PBO) provides independent and non-partisan analysis to the Senate and to the House of Commons about matters related to the nation's finances and the economy, the estimates, certain other government documents and the cost of proposals. In carrying out my mandate, I often require information held by government departments and Crown corporations and I am entitled to free and timely access – subject to limited exceptions – to such information under section 79.4 of the *Parliament of Canada Act*.

I am currently undertaking an analysis pursuant to paragraph 79.2(1)(a) of the *Parliament of Canada Act*, which mandates the PBO to prepare reports analyzing the following federal government documents: (i) a budget tabled by or on behalf of the Minister of Finance; (ii) an economic and fiscal update or statement issued by the Minister of Finance; (iii) a fiscal sustainability report issued by the Minister of Finance; (iv) the estimates of the government for a fiscal year.

For this analysis, I am requesting the following information:

- Data, assumptions, scenarios with associated probabilities, analysis, and models relating to any financial analyses, discounted cash flow analyses, market analyses, and quantitative goodwill impairment analyses of Trans Mountain Corporation (TMC) or the Trans Mountain Expansion Project (TMEP) conducted since June 2019;
- Assumptions, scenarios, associated probabilities, capital expenditures, as well as projections and the timing of these capital expenditures related to TMEP that are used to calculate:

- CDEV's Proforma Consolidated Statements of Comprehensive Income appearing on page 30 of CDEV's 2019-2023 Corporate Plan Summary, and
 - TMC's Proforma Consolidated Statements of Cash Flow appearing on page 25 of Appendix B of CDEV's 2019-2023 Corporate Plan Summary;
- The most recently updated (as of March 2020) project execution plan for TMEP;
 - Comprehensive and updated (as of March 2020) capital expenditures, projections and the timing of these capital expenditures, analysis and associated financial models relating to the construction of TMEP; and,
 - Comprehensive and updated (as of March 2020) revenues and costs, projections related to these revenues and costs, analysis, and associated financial models over the lifetime of and relating to the operation of the following assets:
 - the existing Trans Mountain Pipeline system, and
 - TMEP

In order to provide the analysis to parliamentarians in a timely manner, I ask the information to be provided to my office no later than **April 16, 2020**. If access to the requested information cannot be granted by that date, a response must be provided by you or the Chairman, Canada Development Investment Corporation as soon as possible.

Should you or your staff have any questions about this information request, the analyst responsible, Nigel Wodrich can be contacted directly at Nigel.Wodrich@parl.gc.ca, 613-296-0174.

Attached is a reply form. It too should be filled out and returned by April 16, 2020, whether or not you provide access to the requested information. Should you refuse to provide access to the requested information, you or your deputy minister must provide a written justification for the refusal as required under section 79.41 of the *Parliament of Canada Act*.

The response letter will be posted on the PBO website and, therefore, it should not be marked "confidential". As well, the requested information should be attached separately. If this information is confidential, please clearly mark it as such, either on the electronic spreadsheet or the hard copy version.

Providing timely and effective analysis to the Senate and House of Commons and promoting greater budget transparency and accountability are the PBO's primary objectives. The degree to which this is possible depends, to a large extent, on free and timely access to quality information held by government departments.

In doing so, you are assisting us in better serving the Senate, the House of Commons, and their members.

Yours sincerely,

A handwritten signature in black ink, appearing to read 'Yves Giroux', written in a cursive style.

Yves Giroux
Parliamentary Budget Officer

c.c.: Antoine Brunelle-Côté, Privy Council Office, Assistant Secretary to the Cabinet,
Liaison Secretariat for Macroeconomic Policy
Mr. Stephen Swaffield, Chairman, Canada Development Investment Corporation

Attachment: Reply form for IR0455