

PROGRAMS & SERVICES

Ethanol Fuel Grant Program

The Ethanol Fuel Grant Program began in 2002 and had two primary objectives: 1) to mandate the blending of ethanol into all gasoline sold in the province, and 2) to provide a monetary incentive to attract and accelerate investment in ethanol production in Saskatchewan.

The initial mandate was for 1% provincial pool volume beginning of November 1, 2005, and increased to 7.5% in January 2007. The program provided a 15 cent per litre grant to eligible distributors who blend Saskatchewan produced ethanol within Saskatchewan for sale in Saskatchewan.

The legislation required that a review of the program be undertaken in ten years. That review has recently been completed. Industry consultation has been conducted directly by the Minister of the Economy.

The review concluded that the objectives of the program had been largely met. The report of the review committee can be found below under Related Documents.

The government has approved a phase out of the program that will see the grant reduced from 15 cents per litre to 10 cents per litre effective April 1, 2013, with an annual cost of \$16 million (down from \$24 million currently).

RELATED DOCUMENTS**Ethanol Review Final Report**

Ethanol Review Final Report.pdf (540.7 KB)

Ethanol Grant Program Q&A

Ethanol Grant Program Q&A.pdf (87 KB)

RELATED LINKS

[The Ethanol Fuel Act](#)

[The Ethanol Fuel \(General\) Regulations](#)

[The Ethanol Fuel \(Grants\) Regulations](#)

[The Fuel Tax Act, 2000](#)