

# Yancoal Southey Project



**What types of benefits are associated with the Southey Project?** The Southey Project will mean an increase in local employment, labour income, and the gross domestic product (a measure of the economy). As well, it will generate tax revenues for the municipalities, province, and country, and Yancoal will also owe royalties to the province (non-renewable resource revenue). The improvement to the local economy will directly benefit local businesses. The project will also mean local training opportunities and, subsequently, result in an increase in the skills and capacity of local communities and businesses.

**What about the project effecting local infrastructure or services?** In the next phase of the Project (licensing and permitting) the project will work closely with the RMs, townships, and the government of Saskatchewan to address issues associated with the Project. Agreements will be developed to adequately compensate for any demands the project will put on local infrastructure (e.g., roads) and services (e.g., health and safety). There are processes in place to develop these agreements (e.g., road maintenance agreement), as well mutual benefit agreements could be established for infrastructure upgrades/development the communities would like to see. In addition to compensation, the project will be planned and executed to limit effects to the local communities. For example a construction camp will be located close to the site to limit traffic during this busy time, and employees and contractors will be instructed to conduct themselves and their work in a manner to reduce negative effects on local landowners.

## Effects will be Substantial

## Economic Benefits

During the first 8 years of the project (construction and ramp-up to full production) the following is anticipated: \$2.135 billion in new wages and salaries within Saskatchewan (24,560 person-years employment), \$3.047 billion to the provincial gross domestic product (GDP), and \$811 million in federal and provincial government revenues.

Each year, for at least the next 32 years of operation, the following is also predicted: \$70 million in new wages and salaries in Saskatchewan, \$685 million to the provincial GDP, and \$115.8 million in federal and provincial government revenues.

Rural Municipality Potash Tax Sharing will occur with rural municipalities like Longlaketon (No. 219) that are within 20 miles of the Southey Project. The dollar value will be determined by the area of land within 10 and within 20 miles (32 kilometres) of the project.

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