

# CANADA STRONG



## FISCAL AND COSTING PLAN

PBO BASELINE & PLATFORM FISCAL OUTLOOK (\$M)	2025-26	2026-27	2027-28	2028-29
Fiscal position - baseline	-46,800.0	-32,700.0	-33,100.0	-29,100.0
Deficit to GDP (all items, accrual) Ratio – baseline	-1.47%	-1.00%	-0.97%	-0.82%
New Revenues and Savings	20,000.0	6,750.0	10,250.0	14,750.0
New Investments	35,238.1	32,960.1	29,926.0	31,107.7
Incremental Debt Charges	300.0	1,000.0	2,000.0	2,337.0
Platform Operating Balance	-9,193.9	-9,082.2	-8,590.9	222.4
Platform Capital Spending (incl. baseline, accrual)	53,144.2	50,827.9	46,185.1	48,017.1
Platform Capital to GDP Ratio (accrual)	1.67%	1.55%	1.36%	1.36%
Platform Deficit to GDP Ratio (all items)	-1.96%	-1.83%	-1.61%	-1.35%
<i>If upside scenario from FES 2024 (all items)</i>	-1.76%	-1.53%	-1.21%	-0.95%
Platform Deficit to GDP Ratio (operating)	-0.29%	-0.28%	-0.25%	0.01%

REVENUES AND SAVINGS (\$M)	2025-26	2026-27	2027-28	2028-29
Canada's tariff response	20,000.0	-	-	-
Increasing penalties and fines	-	750.0	1,250.0	1,750.0
Savings from increased government productivity	-	6,000.0	9,000.0	13,000.0
<b>Total revenues and savings</b>	<b>20,000.0</b>	<b>6,750.0</b>	<b>10,250.0</b>	<b>14,750.0</b>

NEW MEASURES (\$M)	2025-26	2026-27	2027-28	2028-29
<b>UNITE</b>				
Nation-building Project Fund	2,500.0	2,500.0	1,100.0	700.0
More affordable Atlantic transportation	85.0	100.0	100.0	100.0
Investments in Canada's sovereignty in the North	13.7	13.7	35.5	35.5
Trade Diversification Corridors Fund	3,500.0	500.0	500.0	500.0
Build the Arctic	500.0	500.0	500.0	500.0

<b>NEW MEASURES (\$M)</b>	<b>2025-26</b>	<b>2026-27</b>	<b>2027-28</b>	<b>2028-29</b>
Expansion of the Indigenous Loan Guarantee Program	250.0	250.0	250.0	250.0
Build out Canada's east-west electricity grid	-	500.0	500.0	500.0
Rural Transit Solutions Fund	84.0	83.0	83.0	-
Invest in digital infrastructure	1,500.0	1,000.0	-	-
Top up to Disaster Mitigation and Adaptation Fund	500.0	-	-	-
Critical health care infrastructure	2,000.0	1,000.0	500.0	500.0
Build community infrastructure	1,000.0	1,000.0	-	-
Enabling Accessibility Fund	25.0	25.0	25.0	25.0
Indigenous participation capacity	18.6	18.6	18.6	18.6
Initial boost in CBC/Radio-Canada annual funding	150.0	150.0	150.0	150.0
Supporting Canadian artists and creators	70.0	70.0	70.0	70.0
Canada Strong Pass	70.0	-	-	-
Make it easy to Buy Canadian	40.0	40.0	-	-

## **SECURE**

Provide workers and businesses from tariff impacts	2,049.0	283.9	148.0	4.0
Strategic Response Fund	1,000.0	1,000.0	-	-
New defence capital investment (accrual)	-	100.0	250.0	500.0
New defence operating investment (accrual)	1,050.0	3,300.0	6,100.0	6,750.0
Support our veterans	51.7	51.7	51.7	51.7
Strengthen Canada's food security	20.0	20.0	20.0	20.0
Protect farmers from losses	125.0	125.0	75.0	50.0
Domestic Food Processing Fund	100.0	100.0	-	-
Boost AgriMarketing Program	30.0	-	-	-
Help farmers and ranchers buy equipment	30.0	-	-	-
Expand the Canadian Agricultural Loans Act	50.0	50.0	50.0	50.0
Buy Canadian in the School Foods program	20.0	20.0	20.0	20.0
Small craft harbours	62.5	62.5	62.5	62.5
Support fisheries funds	-	25.0	25.0	25.0
Ghost gear cleanup	5.0	5.0	5.0	-
Export credit lending window	(14.0)	(58.0)	(117.0)	(176.0)
CanExport	20.0	20.0	20.0	20.0
Track down guns used in crimes	5.0	5.0	5.0	5.0

NEW MEASURES (\$M)	2025-26	2026-27	2027-28	2028-29
Enforce red and yellow flag laws	10.0	10.0	10.0	10.0
New RCMP operating investment (accrual)	151.5	267.0	267.0	215.0
New RCMP capital investment (accrual)	16.0	68.0	68.0	120.0
Secure our borders	200.0	200.0	45.0	45.0
Fentanyl enforcement	10.0	10.0	10.0	10.0
Support first responders' health	20.0	20.0	-	-
Canadian Centre for Child Protection	1.8	1.8	1.8	1.8
Extend the Building Safer Communities Fund	-	50.0	50.0	-
Fierté Canada Pride	-	1.5	1.5	1.5
Expand FinDev's lending capacity	-	50.0	50.0	50.0
LGBTQI+ International Assistance Program	2.0	2.0	2.0	2.0

## PROTECT

Medical schools and residency positions	500.0	250.0	-	-
Practice fund for family doctors	100.0	100.0	100.0	-
Legislate a refundable Health Care Workers Hero Tax Credit	325.0	333.0	342.0	350.0
<i>Less: Previously announced funding</i>	(325.0)	(333.0)	(342.0)	(350.0)
Expand UTIP for nurses, PSWs and teachers' unions	-	25.0	25.0	25.0
Enhance and make Youth Mental Health Fund permanent	150.0	150.0	150.0	150.0
<i>Less: Previously announced funding</i>	(75.0)	(75.0)	(150.0)	(150.0)
Top up Emergency Treatment Fund	500.0	-	-	-
Reduce the administrative burden on doctors	100.0	100.0	100.0	100.0
Protect \$10/day Early Learning and Child Care	-	-	250.6	508.7
<i>Less: Previously announced funding</i>	-	-	(250.6)	(508.7)
Protect more nature	162.4	162.4	162.4	162.4
Protect our freshwater	50.0	30.0	30.0	5.0
Canadian Nature Protection Fund	62.5	62.5	62.5	62.5
Expand the Indigenous Guardians Program	10.0	10.0	10.0	10.0
Recovery response to the Jasper wildfires	32.6	15.3	1.2	1.2
Parks Canada disaster response capabilities	50.0	50.0	50.0	50.0
Proactively rehabilitate sensitive ecosystems	250.0	250.0	-	-
Protect retirement savings	600.0	-	-	-
Give a temporary income boost to low-income seniors	1,137.0	391.0	-	-

NEW MEASURES (\$M)	2025-26	2026-27	2027-28	2028-29
Youth Employment and Skills Strategy	99.3	99.3	-	-
Canada Summer Jobs	311.7	-	-	-
Youth Climate Corps pilot	28.0	28.0	-	-
Court Challenges Program	5.0	5.0	5.0	5.0
Make 2SLGBTQI+ Community Capacity Fund permanent	-	-	-	8.0
Make Sexual and Reproductive Health Fund permanent	-	-	20.0	20.0
<i>Less: Previously announced funding</i>	-	-	(20.0)	(20.0)
Establish IVF program	103.0	103.0	103.0	103.0
Postpartum maternal health	10.0	10.0	-	-
Women's health data collection	10.0	10.0	-	-
Women's Economic and Leadership Opportunities Fund	33.3	33.4	33.3	-
Indigenous Pathways to Prosperity Fund	25.0	25.0	25.0	25.0
Indigenous post-secondary education	79.0	29.0	-	-
Build infrastructure with Indigenous communities	1,250.0	1,250.0	-	-
Food security in the North	60.0	60.0	60.0	60.0
Indigenous Climate Readiness and Adaptation Fund	250.0	-	-	-
<b>BUILD</b>				
Cut income taxes for the middle class	4,214.0	5,754.0	5,948.0	6,077.0
Cut GST for first-time home buyers	383.0	378.0	391.0	413.0
Build Canada Homes (accrual)	2,839.0	2,989.0	2,989.0	2,989.0
Cut development charges and support infrastructure	1,500.0	1,500.0	1,500.0	1,500.0
Reintroduce MURB tax incentive	132.0	804.0	1,357.0	1,833.0
Facilitate affordable housing conversion	25.0	35.0	38.0	40.0
Stand up Canada's high-risk flood insurance program	50.0	100.0	150.0	150.0
New digital services for efficient immigration	16.5	16.5	-	-
Strengthen security screening and visa integrity	5.0	5.0	5.0	5.0
First and Last Mile Fund	-	250.0	500.0	750.0
Accelerate exploration and extraction	200.0	150.0	-	-
Broaden Critical Mineral Exploration Tax Credit	4.0	4.0	85.0	85.0
Expand Canadian exploration expense	34.0	34.0	34.0	34.0
Modify Clean Technology Manufacturing Tax Credit	4.0	4.0	4.0	4.0
Expand EV charging infrastructure	19.0	19.0	19.0	19.0

<b>NEW MEASURES (\$M)</b>	<b>2025-26</b>	<b>2026-27</b>	<b>2027-28</b>	<b>2028-29</b>
Carbon Border Adjustment Mechanism	-	-	(100.0)	(400.0)
Cancel hike in capital gains inclusion rate	1,243.0	2,970.0	3,897.0	4,456.0
Drive investment in research and development	23.0	48.0	50.0	51.0
Extend the Accelerated Investment Incentive	2,290.0	2,500.0	2,290.0	5,510.0
<i>Less: Previously announced funding</i>	(2,290.0)	(2,500.0)	(2,290.0)	(5,510.0)
Top-up Venture Capital Catalyst Initiative	40.0	40.0	40.0	40.0
Incentivize investment in startups and innovation	406.0	554.0	582.0	607.0
Canada Patent Box	11.0	33.0	59.0	90.0
Make the Black Entrepreneurship Program permanent	42.0	43.0	38.0	38.0
<i>Less: Previously announced funding</i>	(42.0)	(43.0)	(38.0)	(38.0)
AI adoption tax credit for SMEs	100.0	100.0	100.0	100.0
Commercialization of Canada's AI	9.0	12.0	12.0	13.0
Attract leading researchers to Canadian institutions	25.0	25.0	25.0	25.0
Modernize science and research	10.0	10.0	10.0	10.0
Apprenticeship Grant	729.0	214.0	214.0	216.0
Double UTIP for skilled trades	-	25.0	25.0	25.0
Capital funding to colleges for apprenticeships	-	20.0	20.0	20.0
Expand the Labour Mobility Tax Deduction	1.0	2.0	2.0	2.0
Mid-career training and upskilling	-	150.0	150.0	150.0
<b>Total new measures</b>	<b>35,238.1</b>	<b>32,960.1</b>	<b>29,926.0</b>	<b>31,107.7</b>