

# Cost Estimate of Election Campaign Proposal

---

Publication date:	2019-10-11
Short title:	Budget 2019 selected measures cancellation
Description:	<p>Cancelling selected Budget 2019 measures, starting in 2020-21, specifically:</p> <ul style="list-style-type: none"><li>• Supporting Business Investment in Zero-Emission Vehicles</li><li>• The Canada Training Credit (CTC)</li></ul>
Operating line(s):	Corporate income tax; personal income tax
Data sources:	Projected spending: <i>PBO Costing Budget 2019 Measures and Election Proposal Costing Baseline</i>
Estimation and projection method:	<p>Projected spending data for each selected Budget 2019 measure were taken from previous PBO analyses.</p> <p>For both cancelled measures, projected cost savings were equal to the inverse of each measure's projected cost in previous PBO publications.</p>
Uncertainty assessment:	<p>The projection for <i>Supporting Business Investment in Zero-Emission Vehicles</i> has high uncertainty because it is highly sensitive to the level and timing of declining costs for electric car batteries and does not include the potential behavioural response of businesses rushing to take advantage of the measure before its cancellation. Savings from cancelling the <i>CTC</i> are moderately uncertain because of uncertainty in the take-up rate and behavioural response.</p>

## Cost of proposed measure

\$ millions	2019-2020	2020-2021	2021-2022	2022-2023	2023-2024	2024-2025	2025-2026	2026-2027	2027-2028	2028-2029
Total cost	-	-196	-242	-314	-342	-362	-379	-393	-405	-415

## Supplementary information

\$ millions	Description	Operating line	2019- 2020	2020- 2021	2021- 2022	2022- 2023	2023- 2024	2024- 2025	2025- 2026	2026- 2027	2027- 2028	2028- 2029
Supporting Business Investment in Zero-Emission Vehicles	Cancellation	Corporate income tax	-	-21	-40	-90	-100	-104	-107	-110	-113	-116
The Canada Training Credit	Cancellation	Personal income tax	-	-175	-202	-224	-242	-258	-272	-283	-292	-299
Total cost			-	-196	-242	-314	-342	-362	-379	-393	-405	-415

### Notes:

Estimates are presented on an accruals basis as would appear in the budget and public accounts.

Positive numbers subtract from the budgetary balance, negative numbers contribute to the budget balance.

"-" = PBO does not expect a financial cost

The campaign proposal starts taking effect in 2020-21.

Numbers may not add due to rounding.