



# Costing Budget 2019 Measures



OFFICE OF THE PARLIAMENTARY BUDGET OFFICER  
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The Parliamentary Budget Officer (PBO) supports Parliament by providing economic and financial analysis for the purposes of raising the quality of parliamentary debate and promoting greater budget transparency and accountability.

Consistent with the Parliamentary Budget Officer's legislated mandate, this report provides independent cost estimates of several measures announced in the Budget 2019.

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Parliamentary Budget Officer

# Executive Summary

In September 2017 the Parliament of Canada Act was revised to expand the PBO's mandate to include estimating the financial cost of election campaign proposals.

In preparation for the upcoming 2019 federal general election, PBO used the Budget 2019 as an opportunity to assess its existing capacity to cost a variety of policy initiatives within a limited period. This exercise relied, as much as possible, on the templates and processes described in PBO's framework for estimating the financial cost of election campaign proposals.<sup>1</sup>

The Budget 2019 contained numerous new or extended fiscal initiatives. PBO assessed the suitability of the measures for independent costing. These were classified as one of two types:

- 1) Measures of total spending envelopes, for which the government commits to allocating a specific amount of resources for a certain policy; or,
- 2) Measures for which the ultimate cost may vary based on various assumptions.

The second type of measures were considered for the Budget 2019 costing exercise, consistent with PBO's electoral costing framework.<sup>2</sup>

PBO identified 16 Budget 2019 measures that were relevant to cost. We were ultimately able to prepare estimates for 11 of these within the time period provided (see table below). The independent cost estimates cover a six-year projection period starting in the 2018-19 fiscal year.

The cost estimates can be accessed from the hyperlinks in the following.

<i>\$millions</i>	2018- 2019	2019- 2020	2020- 2021	2021- 2022	2022- 2023	2023- 2024
<a href="#">Canada Training Credit</a>	-	30	155	178	196	211
<a href="#">Employment Insurance Training Support Benefit</a>	-	-37	-101	10	19	28
<a href="#">Increase in Home Buyers Plan Withdrawal Limit</a>	-	15	15	16	16	16
<a href="#">First-time Home Buyers Incentive</a>	-	3.4	20.6	39.2	39.9	39.9
<a href="#">Mutual Fund: Allocation to Redeemers</a>	-	-19	-75	-69	-57	-47
<a href="#">Personal Income Tax Credit for Digital Subscribers</a>		9	38	39	40	41
<a href="#">Refundable Labour Tax Credit</a>	27	108	109	110	111	112
<a href="#">Tax-exempt Qualified Donee for Registered Journalism Organizations</a>	-	7	21	5	5	5
<a href="#">Making Canada Student Loans More Accessible</a>	-	-1	2	4	4	4

<a href="#">Making Canada Student Loans More Affordable</a>	-	123	371	472	490	508
<a href="#">Expanding the Rental Construction Financing Initiative</a>	-	7	17	46	81	134

# Notes

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<sup>1</sup> PBO, "Estimating the financial cost of election campaign proposals: a framework", 2018, url: [https://www.pbo-dpb.gc.ca/web/default/files/Documents/General/CampaignFramework\\_EN\\_FI\\_NAL.pdf](https://www.pbo-dpb.gc.ca/web/default/files/Documents/General/CampaignFramework_EN_FI_NAL.pdf)

<sup>2</sup> ibid