

Revised Fiscal Outlook

Tables 1, 2, and 3 use the government's estimated fiscal cost of new measures. The budgetary balance projection is based on PBO's [Economic and Fiscal Outlook Update 2014](#) economic outlook, which does not reflect the effect of new measures on employment and output.

Table 1: Fiscal impact of announcements made October 30, 2014

\$ millions	2014- 2015	2015- 2016	2016- 2017	2017- 2018	2018- 2019	2019- 2020
Personal income tax						
Family tax cut	-2,395	-1,935	-1,995	-2,050	-2,110	-2,165
Income tax on enhanced Universal Child Care Benefit	140	565	570	580	585	595
Elimination of Child Tax Credit	435	1,750	1,780	1,810	1,835	1,870
Increase in Child Care Expense Deduction Limits	-15	-65	-70	-75	-80	-90
Total impact	-1,835	315	285	265	230	210
Program spending						
Increase in Universal Child Care Benefits	-1,230	-4,935	-4,965	-5,000	-5,030	-5,065
Total proposed new measures	-3,065	-4,620	-4,680	-4,735	-4,800	-4,855

Note: Numbers may not add due to rounding.

Table 2: Revised budgetary balance outlook

\$ billions	2014- 2015	2015- 2016	2016- 2017	2017- 2018	2018- 2019	2019- 2020
Budget balance	3.6	10.1	10.4	8.1	9.4	11.3
Structural balance	7.8	9.4	5.5	1.2	1.9	3.6
Less:						
New announcements	3.1	4.6	4.7	4.7	4.8	4.9
Revised budgetary balance	0.6	5.5	5.8	3.4	4.6	6.4
Revised structural balance	4.8	4.8	0.8	-3.6	-2.9	-1.3

Note: Numbers may not add due to rounding.

Table 3: Revised estimate of permanent policy room

\$ billions	2014- 2015	2015- 2016	2016- 2017	2017- 2018	2018- 2019	2019- 2020
Budgetary balance	3.6	10.1	10.4	8.1	9.4	11.3
Less new announcements:						
The Family Tax Cut	2.4	1.9	2.0	2.1	2.1	2.2
Universal Child Care Benefit	1.1	4.4	4.4	4.4	4.4	4.5
Eliminating Child Tax Credit	-0.4	-1.8	-1.8	-1.8	-1.8	-1.9
Child Care Expense Deduction	0.0	0.1	0.1	0.1	0.1	0.1
Updated budgetary balance	0.6	5.5	5.8	3.4	4.6	6.4
Less temporary measures:						
Asset sales	0.5	1.5	-	-	-	-
EI freeze	0.7	2.7	3.2	-0.9	-0.8	-0.7
DPE adjustments	2.7	2.5	2.3	1.0	0.9	-
Economic cycle	-4.2	0.7	4.9	6.9	7.5	7.7
Permanent policy room	0.9	-1.9	-4.6	-3.6	-3.0	-0.6

Note: Numbers may not add due to rounding.