

CANADA STRONG



Backgrounder

A middle-class tax cut to help families save up to \$825 a year

In a crisis, we must focus on what we can control. In the wake of American tariffs, we cannot control President Trump, but we can make it easier for Canadians to weather the storm.

Through no fault of their own, Canadians are working hard, but keeping less of what they earn. The average family of four is expected to pay approximately \$800 more on food in 2025 than in 2024. This tax cut will put more money back in the pockets of Canadian workers and families, and help ensure the middle class can save and spend on the things that matter most, especially the price of groceries.

Canadians are ready for change, and today, Mark Carney announced a middle-class tax cut to save middle-class families up to \$825 a year.

- More than 22 million Canadians will benefit directly from this tax cut.
- This tax cut will help middle- and low-income Canadians benefit the most, saving up to \$412 per person in 2025.
- 82% of those who benefit earn less than \$80,000 a year.
- More than 5 million parents with kids will benefit.

Under Mark Carney's new government, we have already taken immediate, day-one action to lower the upfront costs of essentials, like gas, by cancelling the consumer carbon tax, and making changes to the EI system, so workers get the supports they need faster. But we need to do more to make Canadians' paychecks last longer.

The easiest, simplest, and fastest way to put more money back in the pockets of hard-working Canadians is to cut taxes and let them keep more of their paycheck to spend where it matters most: on homes, groceries, and their families. We will build the strongest economy in the G7 and build a country you can afford. With Mark Carney and the Liberal team, we keep Canada strong.