Canadian Chamber of Commerce Scorecard of Federal Political Parties' Productivity & Prosperity Enhancing Policies

FISCAL POLICIES					
THE CANADIAN LA CHAMBRE CHAMBER DE COMMERCE OF COMMERCE DU CANADA	Liberal	Conservative Party of Canada	₩ BLOC QUÉBÉCOIS		
 Balanced budgets and a cap on growth in program spending at 3%, which = population + inflation. 	 Balanced budgets introduced act allocation of unanticipated surpluses. 	 Balanced budgets. Balanced budgets but would spend unanticipated surplus on programs not debt pay-down. 	• Cut federal program spending over 3 years by \$5.7B and transfer to provinces.		
Further reduce personal income tax rates across all brackets; priority is for low and middle-income taxpayers.	 Proposed \$30B in personal & corporate tax relief over 5 yrs. Reduced lowest personal income (PIT) tax rate from 16% to 15% for '05. Increased basic personal exemption by \$500 for 2005. Proposed reducing two middle PIT rates by 1 percentage point within 5yrs. 	 Reduce GST from 7% to 6% immediately and to 5% within 5 yrs. Raise seniors' pension income deduction from \$1K to \$2.5K. Repeal PIT cut to lowest bracket and increase in basic personal exemption after one year. 	 Introduce a refundable tax credit for families with children under 18. Support income tax cut proposals for low & medium taxpayers. 		
 Raise the threshold at which the top marginal personal income tax rate applies. 	 Proposed increasing top PIT bracket to \$200K within 5 yrs. 	?	?		
 Raise small business deduction limit to \$400K. 	?	 Raise small business deduction limit to \$400K. No corporate tax reductions. 	Tax holiday equivalent to 50% of income tax to SMEs manufacturing sector in outlying areas.		

Canadian Chamber of Commerce	Liberals	Conservatives	NDP	Bloc Québécois
Reduce the general corporate income tax rate to 17% by 2009.	Proposed reducing general corporate income tax rate from 21% to 19% by 2010.	Lower small business tax rate 1 percentage point over 5 yrs.	?	?
Eliminate the corporate income surtax.	Eliminate surtax for all corps in '08.	?	?	 Apply surtax on oil company profits.
 Accelerate elimination of taxes on capital. 	Eliminate federal capital tax as of Jan 1/06.	?	?	?
Reduce debt-to-GDP ratio below 25% by 2013.	Committed to debt-to-GDP ratio of 20% by 2020.	Committed to additional debt paydown.	No additional debt paydown.	?
 Reduce airport rents and eliminate Air Travellers' Security Charge. 	?	?	?	Urge government to reduce rents and abolish rents for airports with less than 2 M passengers yearly.
Reform Canada's Employment Insurance system to increase labour market flexibility.	?	?	?	 Introduce a \$3K yearly basic exemption for EI premiums. Reimburse the EI account for the \$46 B surplus and separate the EI account from the general revenue account. Make it easier for seasonal workers to get access to EI benefits.
Fiscal Policies Grade	Fair	Poor	Poor	Poor

CANADA-U.S. AND INTERNATIONAL TRADE POLICIES

Canadian Chamber of Commerce	Liberals	Conservatives	NDP	Bloc Québécois
 Positive outreach for stronger Canada-U.S. relations. 	Negative posturing against U.S.	?	?	?
• Fully implement Canada- U.S. economic/security border agenda including more and better infrastructure and a border contingency plan.	• Security Prosperity Partnership initiative.	Strengthen border security.	• \$250 M over 10 yrs to border infrastructure.	?
 Concrete plan to resolve Canada- U.S. trade disputes. 	Standing firm on Canada-U.S. issues such as softwood lumber.	 Defending foresters, farmers, and other primary producers against unfounded trade challenges. 	 Use energy as a lever in trade disputes. 	 Fix the NAFTA Dispute Resolution process. Federal government to assume fees incurred by softwood exporters
Commitment to expanded trade and investment liberalization.	 Pursue strong rules-based trade liberalization at WTO. Supported motion on Supply Management at expense of trade liberalization. Opposed the Taiwan Affairs Act 	 Pursue strong, rules-based trade liberalization at the WTO. Supported motion on Supply Management at expense of trade liberalization. Unwilling to oppose the Taiwan Affairs Act 	Supported motion on Supply Management at expense of trade liberalization.	 Revise trade negotiating position to include rights of workers, individuals and environment. Introduced House motion on Supply Management at expense of trade liberalization. Supported the Taiwan Affairs Act
 Assist Canadian companies in gaining access to markets abroad. 	 Proposal of \$470M to assist Cdn. companies to expand into international markets. Earmark \$5M a year to support export market promotion of agri-food products. 	 Seek better market access for Cdn. agricultural and agri-food products. Opening up new markets in the Americas and Asia- Pacific regions. 	?	 Protect supply management system.
Canada-U.S. & Int'l. Trade Policies Grade	Poor	Poor	Poor	Poor

SKILLED AND QUALIFIED WORKFORCE POLICIES

Canadian Chamber of Commerce	Liberals	Conservatives	NDP	Bloc Québécois
Boost investment in higher education and skills development.	 With the provinces, will design and implement Working Income Tax Benefit to encourage lowincome Cdns. to enter workforce. Will provide \$2.1B over 5 yrs to student financial assistance. Would spend \$600M/yr. to split the cost of an undergrad degree in both the first and final year of a program. Maximum of \$3K each year. \$1 B for post-secondary Education Innovation Fund \$3.5 B for work-training program. 	 Provide \$500 tax credit for textbooks, tools. Exempt first \$10K of scholarships & bursaries from taxation. Improve the Canada Student Loan program, lowering parental contribution rates for middle income families Create \$1K Apprentice Incentive Grant Will establish an Apprenticeship Job Creation Tax Credit – introduction of tax credit of 10% of an apprentice's wages for 2 yrs. to max. of \$2K/apprentice/yr. 	■ Pledged to restore \$4B in post- secondary cuts	 Raise federal transfer on post-secondary education and social programs to Quebec by \$2.75B over 3 years. \$8K tax credit to young graduates working in outlying areas.
 Use immigration to bring needed skills to Canada and recognize foreign qualifications and credentials. 	 \$700 M to clear backlog of immigration applications. Will cancel immigration landing fee. 	 Will reduce immigration landing fee 50% immediately and then to reduce as affordable. Create a Canadian Agency for Assessment and Recognition of Foreign Credentials. 	?	 Give Quebec full authority on foreign credentials issue.
Skilled & Qualified Workforce Policies Grade	Good	Good	Fair	Poor

INNOVATION POLICIES

Canadian Chamber of Commerce	Liberals	Conservatives	NDP	Bloc Québécois
 Reduce regulatory burden on business by implementing smart regulations including adoption of single securities regulator. 	 Support implementation of "smart regulations initiative". Support single securities regulator. 	 Support implementation of "smart regulations initiative". 	?	 Support reduction of paper and regulatory burden on business.
 Remove inter-provincial trade barriers. 	?	?	?	?
 Increase the commercialization and adoption of R&D. 	Initiated Commercialization Task Force.	?	?	■ Increase spending on industrial R & D.
 Position Canada as a world leader in ICT. 	 Provide \$100 M over 5 yrs to extend broadband to rural and remote areas. 	?	?	?
 Accelerate SME e-business adoption. 	?	?	?	?
 Develop a national transportation infrastructure investment strategy. 	 Renew the Municipal Rural Infrastructure Fund and support intro of Pacific Gateway strategy. 	Committed to new or rebuilt infrastructure inc. Pacific Gateway strategy.	?	?
Innovation Policies Grade	Fair	Poor	Poor	Poor

ENERGY AND ENVIRONMENT POLICIES

	Canadian Chamber of Commerce Develop an energy strategy in support of a competitive business environment and that strengthens Canada's market-based approach to energy. With climate change, understand the link to energy issues and the need for technology solutions over a longer period of time.	Liberals Continue to support Kyoto Protocol implementation. Establish a National Renewable Fuels Standard with a minimum of 5% mix of renewable fuels by 2010.	for purchase of monthly transit pass. • Require an average of 5% renewable fuel	NDP Support Kyoto Protocol implementation and further commitment to reduce GHG emissions by 25% (1990 levels) by 2020. A comprehensive home retrofit plan. Accelerate the Gas Tax Transfer to municipalities for use on sustainable transportation initiatives.	 Want to opt out of federal climate change initiatives with dollars from the federal govt. Would set higher industry targets for GHG emissions reduction for petroleum sector. Investments in wind and hydro power. Tax incentives for fuel efficient vehicles and
•	Science-based approach to environmental regulation.	?	content in Cdn. fuel by 2010.	?	public transit.
	nergy & Environment Policies rade	Poor	Fair	Poor	Poor

HEALTH CARE REFORM POLICIES

Canadian Chamber of Commerce	Liberals	Conservatives	NDP	Bloc Québécois
 Improve patient access by improving efficiency. 	 Additional \$300M for teaching hospitals to reduce wait times. Fedprovincial Health Care Accord (09/04). 	■ Endorse the 09/04 fedprov. Health Care Accord.	• \$1 B national drug plan that would cover 50% of the cost of medically necessary drug costs above \$1500.	?
Greater accountability through performance benchmarks. The state of	 \$50 M for Canada Health Infoway for wait list management. \$10m to CIHR to set wait time benchmarks Additional \$75 M to create a Health Care Guarantee Fund. \$100 M over 5 yrs to produce 1,000 new doctors \$300 M to reduce cancer care wait times. 	 Work with the provinces to develop a Patient Wait Times Guarantee. Wait-reduction targets for priority procedures are established by the end of 2006. Would provide \$50M/yr to implement a national cancer strategy. Work to increase the supply of health care professionals. 	?	?
 Increased role for private sector service delivery in publicly-funded system. 	?	 Support of alternative, private delivery of publicly- insured services. 	 Refuse to permit the dismantling of Canada's single-payer medicare system. Prohibit the use of federal dollars to medical personnel salaries involved in new, separate profit-making private insurance system covering medically necessary care. 	?
Heath Care Policies Grade	Poor	Fair	Poor	Poor
Overall Score	1 – good	1 – good	0-good	0-good
	2 – fair	2 – fair	1 – fair	0 – fair
	3 – poor	3 – poor	5 – poor	6 – poor

<u>Legend</u> Good = Numerous positive productivity and prosperity enhancing policies for Canada.

Fair = Limited, and/or some negative, productivity enhancing policies for Canada ? = Information on policies not readily available or unclear.