

Legislative Proposals Relating to the Excise Tax Act, the Excise Act and the Excise Act, 2001

Excise Tax Act

1 (1) Schedule I to the *Excise Tax Act* is amended by adding the following after section 9.1:

9.2 If excise tax imposed under section 23 of the Act in respect of a quantity of unleaded gasoline, unleaded aviation gasoline, diesel fuel or aviation fuel becomes payable at a time that is after April 19, 2026 and before September 8, 2026, the following rules apply in determining the amount of that tax:

(a) the reference to “\$0.10” in paragraph 9(a) is to be read as a reference to “\$0.00”; and

(b) the reference to “\$0.04” in section 9.1 is to be read as a reference to “\$0.00”.

(2) Subsection (1) is deemed to have come into force on April 20, 2026.

Excise Act

2 (1) Section 170.2 of the *Excise Act* is amended by adding the following after subsection (2.3):

Adjustment – 2026

(2.4) In respect of the inflationary adjusted year that is 2026, the description of B in paragraph (2)(a) is deemed to be equal to 1.02.

Adjustment – 2027

(2.5) In respect of the inflationary adjusted year that is 2027, if the amount determined for B in paragraph (2)(a) without reference to this subsection is greater than 1.02, the description of B in that paragraph is deemed to be equal to 1.02.

(2) Subsection (1) is deemed to have come into force on April 1, 2026.

3 (1) Paragraphs 1(a) to (c) of Part II.1 of the schedule to the Act are amended by replacing “10%” with “5%”.

(2) Paragraphs 1(a) to (c) of Part II.1 of the schedule to the Act, as amended by subsection (1), are amended by replacing “5%” with “10%”.

(3) Subsection (1) is deemed to have come into force on April 1, 2026.

(4) Subsection (2) comes into force on April 1, 2028.

4 (1) Paragraphs 2(a) to (c) of Part II.1 of the schedule to the Act are amended by replacing “20%” with “10%”.

(2) Paragraphs 2(a) to (c) of Part II.1 of the schedule to the Act, as amended by subsection (1), are amended by replacing “10%” with “20%”.

(3) Subsection (1) is deemed to have come into force on April 1, 2026.

(4) Subsection (2) comes into force on April 1, 2028.

5 (1) Paragraphs 3(a) to (c) of Part II.1 of the schedule to the Act are amended by replacing “40%” with “20%”.

(2) Paragraphs 3(a) to (c) of Part II.1 of the schedule to the Act, as amended by subsection (1), are amended by replacing “20%” with “40%”.

(3) Subsection (1) is deemed to have come into force on April 1, 2026.

(4) Subsection (2) comes into force on April 1, 2028.

Excise Act, 2001

6 (1) Section 123.1 of the *Excise Act, 2001* is amended by adding the following after subsection (2.3):

Adjustment – 2026

(2.4) In respect of the inflationary adjusted year that is 2026, the description of B in paragraph (2)(a) is deemed to be equal to 1.02.

Adjustment – 2027

(2.5) In respect of the inflationary adjusted year that is 2027, if the amount determined for B in paragraph (2)(a) without reference to this subsection is greater than 1.02, the description of B in that paragraph is deemed to be equal to 1.02.

(2) Subsection (1) is deemed to have come into force on April 1, 2026.

7 (1) Section 135.1 of the Act is amended by adding the following after subsection (2.3):

Adjustment – 2026

(2.4) In respect of the inflationary adjusted year that is 2026, the description of B in paragraph (2)(a) is deemed to be equal to 1.02.

Adjustment – 2027

(2.5) In respect of the inflationary adjusted year that is 2027, if the amount determined for B in paragraph (2)(a) without reference to this subsection is greater than 1.02, the description of B in that paragraph is deemed to be equal to 1.02.

(2) Subsection (1) is deemed to have come into force on April 1, 2026.

