



MEMBER UPDATE

March 21, 2025

Canadian Government Announces Elimination of GST for First-Time Home Buyers

Yesterday afternoon, Prime Minister Mark Carney announced that the Government of Canada will be eliminating Goods and Services Tax (GST) for first-time homebuyers on homes at or under \$1 million. This is a great signal for our industry as builders can expect this to incentivize first-time buyers to look for newly built homes in addition to the downward pressure on house prices.

However, while this is an excellent show of the Prime Minister's sentiment towards the housing sector and how he plans to combat the affordability crisis, the practical implications of this only affect a small percentage of the housing market. We eagerly await more information regarding the implementation of this tax break to have a complete understanding on how it may benefit our members.

Furthermore, we continue to look forward to federal and provincial sales taxes being eliminated from homes at a threshold above \$1 million.

Please see the full press release from the Prime Minister [here](#).

For questions or comments, please contact [Andres Ibarguen](#), Senior Manager, Communications.