

FOR IMMEDIATE RELEASE

FDFA Launches 2025 Federal Election Platform Calls on All Parties to Commit to Supporting Border Community Businesses

OTTAWA, April 4, 2025 – Today on Parliament Hill, the Frontier Duty Free Association (FDFA) officially launched its 2025 federal election platform, calling on all political parties to adopt urgent measures to support Canada's land border duty free sector and the communities that depend on it. FDFA is urging action on three straightforward, actionable recommendations that will help protect small, Canadian-owned, export-driven businesses that are vital to rural border communities across the country.

"These businesses are in crisis," said Barbara Barrett, Executive Director of FDFA. "They are 100% reliant on cross-border traffic, and with rising tariff threats and declining travel, they are the first and hardest hit. Without support, we will lose long-standing, family-owned businesses that help sustain border economies."

Canada's land border duty free stores are 100% export businesses. They promote Canadian products, keep dollars in the country, and serve as critical economic anchors in small border towns. But they are facing compounding pressures — including outdated excise tax rules, inconsistent recognition of their export status across departments, and increased vulnerability to U.S. trade action.

As tariff threats escalate, these businesses and the communities around them are being hit hard and fast by reduced cross border traffic. A recent industry survey found that one-third of Canada's land border duty free stores are at risk of closure within months if no action is taken.

FDFA's platform calls on all federal parties to adopt the following three recommendations:

- 1. **Targeted Financial Support:** Introduce a relief package for businesses facing immediate harm due to cross-border trade volatility.
- 2. **Ministerial Directive:** Ensure all federal departments apply the export status of duty free shops consistently.
- 3. Excise Tax Alignment: Modernize tax policy to level the playing field with the U.S.

"This is not a big ask," said Barrett. "These are small, achievable steps that will keep people employed, dollars in Canada, and communities stable."

FDFA will continue engaging with all federal parties and stakeholders to ensure these priorities are included in party platforms ahead of the 2025 federal election.

Watch the full press conference <u>HERE</u>.

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The FDFA is the national association representing Canada's 32 land border duty free shops. Our mandate is to promote the development and success of the land border duty free sector by acting as a voice, advocate, and business resource for members.

For more information, please contact: Barbara Barrett bbarrett@fdfa.ca <u>343.998.8906</u>