

MYAP Watch List – November 21, 2017

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6. LTEP / Fair Hydro
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Autism

School-Based Pilots

- In-school autism therapy pilots are proceeding, with some modifications based on feedback from the Ontario Autism Program Advisory Committee:

Feedback from Committee	Change in Approach
EDU should consider an alternative to the Geneva Centre for Autism as the provider for Education Assistant training.	Proceed with Geneva Centre for Autism as the training provider for the pilot duration, but require the independent evaluator of the pilot explore alternatives for future roll-out.
Should be more expertise/support from certified professionals in schools during pilots.	Include 1 Board Certified Behaviour Analyst (BCBA) or equivalent in each pilot board.
A separate, dedicated space for the delivery of therapy may stigmatize students with autism.	Require boards (through transfer payment agreements) to report back on how they are promoting equity, inclusion and access to services as part of the pilots, to reduce the stigma from the dedicated space model.

- OAP advisory committee members expressed support for the revised approach.
- EDU sent memos to OAP Advisory Committee, the Council of Ontario Directors of Education, and EDU's Initiatives Committee (unions/federations) on Oct 3rd outlining the changes
- All 18 pilot boards confirmed ongoing participation following these modifications.
 - boards with dedicated space (11 boards) will begin implementing immediately
 - EA training and new BCBA oversight aspects of the pilots (all 18 school boards) begin 2nd semester (January/February for most)

Ontario Autism Coalition Protest

- On October 5, 2017, the Ontario Autism Coalition (led by Bruce McIntosh, who is on the Ontario Autism Program Advisory Committee) announced it will be organizing an "Autism Doesn't End At School

Protest” on October 26. Please see below for a description of the protest from the Facebook event page:

“Join us at Queen's Park as we send a loud message to the Premier and the Minister of Education that the current special education system in Ontario is failing our kids--and kids with other exceptionalities, too. We'll shine a light on the urgent need for **intensive ABA in classrooms, better teacher training, and the lack of accountability for the spending of special education money**. We want to call attention to the damage caused to our kids by the lack of sufficient EA support, the need for better EA training, and **the urgent need for an Education Accessibility standard**. Hear from prominent disability activists, students on the spectrum, political leaders and parents. It's time to get loud!”

<https://www.facebook.com/events/352371458538124/>

- CO has followed up with EDU on its issue management plan in response to this protest, and will advise. EDU MO is in conversations with the OAC at present.

ABA Oversight

- MCYS tracking a report back on options to guarantee the qualifications of Applied Behaviour Analysis (ABA) practitioners to October 17 HESP.
 - These measures could help ensure that the public has access to safe, quality autism services; help improve outcomes for children; and facilitate potential integration of ABA practitioners into schools in the future.
- MCYS have asked that the report back be delayed to 2018, to accommodate advice from the Health Professions Regulatory Advisory Council (HPRAC).
 - HPRAC will be reviewing options on how/whether to regulate ABA practitioners, and will be asked to submit their recommendations to the Minister of MOHLTC on January 31, 2018.

Basic Income

Phase 1 Enrollment/Implementation

- Ministry targeting enrolment of 400 in Hamilton and Thunder Bay during Phase 1 (Spring-Fall)
 - As of Oct 5, 2017, 365 individuals were enrolled in the pilot and are expected to receive an October 25th payment
 - This was an increase over the September payment, which included 247 individuals.
 - The ministry is implementing a plan to improve BI enrollment, which includes targeted public outreach and streamlining the enrollment process.
- On October 4th, Ministers Jaczek and Milczyn provided a public announcement on current status of BI, noting:
 - 400 people will receive basic income in October
 - *NOTE: this is a forecast of the ministry's enrollment expectations. As noted above, BI Pilot currently has 365 individuals enrolled for payment in October.*
 - Governance structure in place
 - 3rd party evaluator selected
 - Lindsay Pilot starting enrollment next week

Phase 2

- MCSS-PRSD working towards target of 2,000 recipients plus 2,000 individuals in the control group, evenly split between Ham/TB. PO/CO monitoring given Phase 1 experience.
- Launch of the Lindsay BI site in November 2017 (enrollment starting next week). Payments beginning to flow in December, targeting an additional 2,000 recipients.

First Nations Pilot

- Pilot to be implemented by February 2018; co-creation process, proposed approach and site location in development
 - Targeting 300 participants

- Tracking to Dec 7 MTPRSI / Dec 13 Cabinet
- Chiefs of Ontario (COO) advised that the Joint MCSS-First Nations Table was unable to meet on September 28-29, 2017 to discuss the First Nations Basic Income Pilot due to scheduling conflicts.
- MCSS-PRSD will set up a face-to-face meeting with the JMCSS-FNTSS members (Date TBC).

Income Security Reform

Working Groups' Report and Plan for Release

- MCSS has received a draft final copy of the ISR Working Groups final report:
 - outlines the Working Groups' recommendations for reform, significant investments/transformation and a proposed sequence for implementation over 10 years
 - There was a meeting this week with George Thompson that included senior PO, the P, the Minister and MO. CO understands there was discussion and agreement on the issues the report is trying to resolve and acknowledgement of a phased response.
- MCSS tracking to MT:PRSI on October 16 to seek approval to release the report. MCSS will be directed to report back in December/January with detailed analysis and an implementation plan.
 - MCSS working to develop phased implementation plan, outlining the short-, medium-, and long-term phases of reform.
 - Short-term phase to focus on modest investments that could be taken within the first three years that will have an impact on clients (expected to include cost estimates over the long-term)
 - MCSS has shared an initial phased approach, costed at \$210M, \$880M and \$1.40B over next three years (in comparison to ISR Roadmap recommendations of \$810M, \$2.4B, \$3.2B over first three years)
- Next Step to confirm approach for releasing the report (e.g. "receive" vs. "accept").

Seniors

Recent Developments

- During the week of Oct 2nd, Premier's Office provided updated direction on the release of a Seniors Strategy in Fall 2017:
 - MSA and MOHLTC are to collaborate on a discussion paper that highlights government's overarching goal: a commitment to supporting seniors at all stages as they age, by providing the supports and tools they need to stay independent, connected, healthy and safe.
 - The discussion paper will be released a few weeks in advance of FES (targeting end of October).
 - The discussion paper will include announcing some new investments, but significant new investments in LTCHs will be deferred to a later date.
 - MSA will proceed direct to Cabinet on Oct 18th for approval to release the discussion paper and the new initiatives to be included.
- This direction has been relayed to MSA and MOHLTC.
- CO convened multicorners with MSA, MOHLTC, TBS and MOF to finalize the list of new initiatives to be included in the discussion paper, subject to final confirmation from TBS/MOF about availability of room in fiscal plan.

Next Steps

- PO to confirm support for a small number of remaining potential initiatives under consideration.
- CO to continue to engage PO, TBS and MOF to confirm list of initiatives to be announced and funded through FES.
- MSA to finalize updated Cabinet deck and circulate to ministries for final confirmation of support- week of October 10th.
- CO to finalize proposed minute and circulate to partner ministries, PO for support.
- MSA and MOHLTC continue to work with CO/PO Comms on the development of a discussion paper

- CO to convene another multicornerers with MOHLTC week of Oct 10th to discuss ongoing modelling regarding a potential wait list guarantee for LTCHs, to inform potential wording in the discussion paper about future investments.

Key Risks

- Timing: limited time to finalize Cabinet materials in advance of October 18th, and limited time to draft, finalize, translate public-facing discussion paper. CO is working closely with MSA, MOHLTC, and PO to support expedited development of materials.
- Financial approvals: Final confirmation still required on whether financial resources are available to support proposed new investments. CO is actively working with TBS and MOF to analyze financial impacts and confirm which initiatives can be funded.

Cap and Trade / GreenON

GreenON

- Programs:
 - Thermostat program - rollout to general public starting November 6.
 - Target GHG+ program – Transfer Payment Agreement and program design close to final. Preparation for program launch mid-November.
 - Low-carbon tech incentives – launch/announcement early December.
 - Market transformation – TB/MBC December 12 for program design.

Cap and Trade

- Linking agreement with Quebec and California signed at Joint Cabinet meeting in late September 2017. MOECC received approval for related regulatory amendments on November 20; markets would be linked as of January 1, 2018 with first joint auction planned for February 2018.
 - MOECC's Cap and Trade administrative monetary penalties and offset credits regulations are tracking to LRC for December 11, 2017.
 - Financial Approvals/Implementation
 - First Cap and Trade Auction (March 2017) raised \$472 million.
 - Second Cap and Trade Auction (June 2017) raised \$504 million.
 - Third Auction occurred September 6 and raised \$526 million – release from holdback tracking to TB/MBC December 12.
 - Fourth Auction planned for November 29, 2017.
 - Continued heightened stakeholder interest, including from the Auditor General and the FAO, in how government invests cap and trade proceeds. ECO report release expected in the coming weeks.
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LTEP Release

- LTEP and implementation directives released publicly October 26. Media coverage relatively neutral and primarily focused on the rate outlooks.
- IESO and OEB Implementation Plans due to Minister of Energy January 31, 2018 for approval.
- Risks: AG report on Fair Hydro Plan (October 2017) may place additional scrutiny on the LTEP and outlooks. Need for continual alignment between LTEP and CCAP work.

Fair Hydro Plan

- OIC authorizing the Ministers of Energy and Finance to issue the provincial guarantee under the plan was approved by Cabinet on September 27. Guarantee agreement expected to be finalized soon.
- October 30 - ENERGY received LRC/Cabinet approval of additional regulatory amendments related to implementation of the Fair Hydro plan (i.e. FSM fees structure/OEB oversight, and addressing accounting of carrying costs).
- OPG planning to be in market by early December 2017. Week long marketing exercise would be followed by 3 day closing period. Energy assessing need for possible technical briefing after completion of this tranche.
- Hydro One pilot on Fair Hydro Plan bill presentment expected to start in November.
- ENERGY tracking to LRC/Cabinet November 20 with a regulatory amendment related to fair hydro implementation, required to support OPG going to market in December.
- ENERGY is tracking to LRC/Cabinet December 11 with a regulatory amendment on Fair Hydro Plan bill presentment for non-Hydro One customers, and further regulatory amendments to address implementation issues.

- Ongoing work with agencies, LDCs and partners (including TBS/MOF/CO) on implementation requirements continues (biweekly meetings).
 - Auditor General released a special report on the Fair Hydro Plan on October 17. ENERGY provided a response to the AG and all remaining outstanding materials October 26.
 - Risks: AG report on Fair Hydro Plan may place additional scrutiny on the Fair Hydro Plan generally.
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Corrections and Strategy for Safer Ontario / Police Oversight Reform

Sapers Report/Corrections

- The Independent Advisor on Corrections Reform (Howard Sapers) released his final report on October 3. This report builds on Sapers' interim report from spring 2017. Collectively, the two reports provide 125 recommendations to address the use of segregation and long-term corrections reform, including next steps on healthcare transformation.
- On September 26, the OHRC filed an expedited contravention application with the Ontario Human Rights Tribunal, alleging that the Ontario government breached the *Jahn* settlement. MCSCS responded to the OHRC's application on October 24, and draft minutes of settlement are in the final stages of approvals at MCSCS. MCSCS has committed to seeking government approval by December 15 to comply with the OHRC's remedies.
- MCSCS has agreed to report back to the Ombudsman every six months on its progress in addressing the *Out of Side, Out of Mind* report recommendations. MCSCS submitted its first report back on October 20.
- The corrections reform framework and proposed legislation went to HESP October 17 and CAB October 25, and is now tracking to TB/MBC November 28 and LRC December 11.
- MCSCS is targeting the introduction of new corrections legislation in December 2017. MOHLTC will report back on a long-term healthcare transformation strategy in spring 2018.
- PO, CO, MCSCS, TBS, and Leg Counsel meet weekly, and monthly with MOHLTC, to discuss the proposed corrections reform framework, financial approvals and legislation.

Strategy for a Safer Ontario/Reform

- On October 18, MCSCS and MAG received Cabinet approval on a policing omnibus bill, which includes new legislation to address Strategy for a Safer Ontario (SSO), police oversight, missing persons, and

forensics oversight, as well as legislative amendments to the *Coroners Act*.

- Bill 175, *Safer Ontario Act, 2017*, was introduced on November 2. The bill is expected to be referred to committee after second reading. Committee deliberations are expected to take place through December and January.
- MCSCS continues to engage the IPC Office regarding data collection provisions in the bill.

NAFTA

Recent Developments

- Round Five of NAFTA modernization talks began in Mexico City on November 17, 2017.
 - Rules of origin are expected to be discussed amongst other issues during the week of scheduled talks.
 - Following the recently completed Asia-Pacific summit, all three lead ministers for Canada, the US, and Mexico are not scheduled to attend this round of discussions.

Next Steps

- Additional negotiating rounds will be scheduled in 2018.
- Cabinet report back in January (tbd) with update, and any adjustments to the negotiating mandate (as required).

Key Risks

- On November 10, 2017 Canada reached an agreement in principle with eleven other countries in the Trans Pacific Partnership Agreement (TPP11). The agreement, now called the Comprehensive and Progressive Agreement for the Trans-Pacific Partnership (CPTPP) came forward without the US during the 2017 Asia Pacific Economic Co-Operation (APEC) summit held in Vietnam.
 - As NAFTA discussions are ongoing, Ontario remains concerned about the intersection of these two agreements. For example, the potential cumulative impact of further supply management concessions, Rules of Origin provisions which do not reflect Ontario's auto supply chains, as well limiting flexibilities to provide cultural supports across all agreements could impact Ontario's businesses from fully benefiting from both agreements
 - NAFTA renegotiation involves existing trade rules within North America, creating a higher level of risk compounded by the greater level of uncertainty that surrounds these negotiations.
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Transit and Transportation

RER procurement

- Procurement for enabling works ongoing until early 2018 (13 AFP procurements and several traditional procurements).
- On June 14, 2017, Metrolinx issued the Notice of Commencement for the GO Electrification Environmental Assessment Transit Project Assessment Process.
- The second RER procurement package will include the design and construction of 12 new stations (6 RER and 6 SmartTrack), along with major renovations to several existing GO stations. The work will be procured using an AFP procurement approach. Pending TB/MBC approval, the RFQs would be released in spring 2018.
- On July 21, 2017 Metrolinx issued an RFQ for RER operation and maintenance services. On September 15, 2017, Metrolinx issued a notice that outlines possible changes to the RER Operations and Maintenance Request for Qualifications process, as Metrolinx is now recommending a design/build/ finance/operate/maintain (“DBFOM”) project delivery model.
- MTO intends to seek Treasury Board approval of this procurement approach in December 2017. Upon approval, Metrolinx intends to issue an RFQ in spring 2018; an RFP in late 2018; and to achieve financial close in late 2019 or early 2020.

Hydrogen

- MTO/Metrolinx updating RER procurement strategy and explore viability of alternative propulsion technologies (TB/MBC Fall 2017).
- On September 15, 2017, Metrolinx released a Request for Proposals (RFP) for concept design work to show how a hydrogen fuel cell system could be integrated into a Bi-level Electric Multiple Unit train. The Hydrail Feasibility Study is anticipated to be complete by the end of 2017.
- MTO and Metrolinx held a Hydrogen Symposium on November 16, 2017, which gathered industry leaders together to discuss the

potential application of hydrogen fuel cell technology to electrify the GO rail network.

Rail Rationalization

- Negotiations between Metrolinx and CN for Master Agreement on rail rationalization starting in Fall 2017 (TBC).
- EA for rail rationalization to begin in June 2018 (TBC).
- Discussions to be held between MOF and MTO on emerging tax issues related to CN

Regional Transportation Plan

- On September 14, 2017, the Metrolinx Board of Directors adopted and published a draft 2041 updated Regional Transportation Plan. MTO is coordinating inter-ministerial feedback in the draft RTP.
- At its Board meeting on December 7, 2016, Metrolinx plans to provide an update on feedback received on the draft and proposed next steps. An updated draft plan would be presented to the Board in February 2018 (TBC).

High Speed Rail

- On October 17/18, 2017, MTO received TB/MBC and Cabinet approval to:
 - Proceed with Stage 1 (Planning) for High Speed Rail (HSR) with an estimated cost of \$147M to \$212M over six years, proposed to be offset from unallocated funding for the Outside Greater Toronto and Hamilton Area (OGTHA) component of the Moving Ontario Forward plan; and
 - Establish a short-term (up to three years) HSR Planning Advisory Board to provide strategic advice, engage with the private sector, build partnerships and raise the profile of HSR in Ontario and around the world.
- The HSR Planning Advisory Board will consist of 9-member board (including a Chair and Vice Chair).

- The HSR Planning Advisory Board would be established in late 2017 with the Chair being appointed first and the members shortly after.
- On October 23, 2017, the Premier spoke at the Kitchener-Waterloo Chamber of Commerce and announced the establishment of the HSR Planning Advisory Board to provide strategic support to HSR.
 - The news release also announced the launch of a website with details of what high speed rail will mean for people in Southwestern Ontario and across the province, and how people can provide feedback and input. Consultation dates and other input opportunities would be posted on this website as they are scheduled.

GTA West

- On May 29, 2017, the GTA West Advisory Panel provided its final report to the Minister of Transportation.
 - The Advisory Panel recommended not proceeding with the existing EA for a new highway corridor in the Northwest GTA.
 - In response to the panel's recommendations, MTO, partnering with MMA and MOECC, is recommending an interim approach to corridor protection, together with a commitment to develop and propose a longer-term approach.
 - A 9-12 month joint corridor study (led by MTO and the Independent Electricity System Operator) for protection of a multipurpose infrastructure corridor. The study would identify lands that should be protected to allow for future infrastructure planning and EAs.
 - Upon conclusion of this study, the ministries would bring forward a proposed corridor and longer term protection approach.
 - Cabinet approved the ministry's proposed approach on November 15, 2017. The Minister will publicly announce this approach in late November/early December 2017 (TBC).
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Fair Workplaces, Better Jobs

Bill 148-*Fair Workplaces, Better Jobs Act, 2017* (FWBJA)

- Amended Bill passed Second Reading on October 18, 2017 and was referred back to Standing Committee. Motions to further amend the bill were submitted November 8, 2017. Clause by clause concluded and the bill was ordered to third reading on November 16, 2017.
- Passage is expected November 22, 2017 with Royal Assent shortly after. LRA and most ESA changes would come into force as of January 1, 2018 except minimum wage (see section below), equal pay (April 1, 2018), Scheduling (January 1, 2019) and exclusions (January 1, 2018 / January 1, 2019).
- MOL is proposing a package of transitional, consequential and substantive regulations for LRC approval on December 11, 2017, with a proposed coming into force date of January 1, 2018. MOL also plans to seek approval for additional regulations in early 2018 with proposed coming into force dates of April 1, 2018 and January 1, 2019.
- The exemptions review was launched on October 18th by way of news release and postings to the Regulatory Registry. Phase 1 of the review includes eight occupations under the ESA. Phase 1 consultations will continue until December 1, 2017 and analysis will be conducted from December 2017 to February 2018. MOL is planning to launch a second phase of the review in January 2018.

Minimum Wage

- October 1, 2017 the general minimum wage increased to \$11.60 per hour following the Consumer Price Index (CPI) model.
- Pending passage of Bill 148, the general minimum wage will increase to \$14 per hour on January 1, 2018 and \$15 per hour on January 1, 2019. Special minimum wage rates would increase by the same proportion.
- Ministries, TBS and CO are working on assessing the impact of the minimum wage increase on the OPS and BPS, as well potential venues for resolution of any implementation issues. Most ministries had started compiling this information for their PRRT submissions.

- EDU received TB/MBC October 17 / Cabinet October 18 approval for \$12.7 million in funding to address 2017-18 minimum wage impacts in the child care sector.

Key Risks

- Potential for unforeseen or unintended impacts given the scope of measures, timing of the implementation and lack of full stakeholder input on some aspects of the proposal (such as, minimum wage).
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Business Strategy

Recent Developments

- Ministry of Finance announced more than \$500M over three years in new initiatives to lower costs and support growth small business as part of the Fall Economic Statement:
 - 22% Corporate Income Tax rate for small businesses
 - New incentives to hire and retain youth
 - Financial support for small and medium sized fruit/vegetable farming businesses
 - Investments to enhance main streets
 - Pilot program to improve access to financing
 - “One-window” service for small businesses to interact with government
 - Initiatives to provide better access to government procurement opportunities
 - Making government inspections more efficient for business with good compliance records
 - Providing businesses with more flexibility to meet government regulatory requirements

Current Status

- Cabinet approved the multi-point strategy, including broad measures and targeting initiatives for the agriculture sector and youth employment on October 25
- Bill 154, Cutting Unnecessary Red Tape 2017 Act was introduced on September 14. Consideration of the Bill at Standing Committee on Justice Policy began on October 19
- On October 16, the government announced better access to government support services and procurement opportunities, as part of Small Business Week.
- Small Business Strategy includes: transitional employment supports for youth, an edible horticulture plan, mainstreet business supports (e.g. BIA improvement fund), peer-to-peer access to capital, improving procurement opportunities, and Small Business Access. The narrative will incorporate existing government programs and initiatives e.g. the

Global Trade Strategy, and programs supporting development in the north.

Key Risks

- Both the Premier and Minister Responsible for Small Business have been recently quoted in the media as making commitments to bring forward measures this fall which will reduce burdens on small businesses. There is a risk that if these measures are not significant and wide-spread, they will not meet the expectations of small businesses.