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Ontario's Declared Emergency Has Come to an End-What Does This Mean for Employers?

July 31, 2020

On July 24, 2020, the *Reopening Ontario* (A Flexible Response to COVID-19) Act, 2020 ("Bill 195") came into force and Ontario's declared emergency came to an end. This legislation impacts Ontario employers in two significant ways, each discussed below.

Temporary Layoff Under the Ontario Employment Standards Act, 2000 ("ESA")

As discussed in our earlier briefing note (found <u>here</u>), on May 29, 2020 the Government of Ontario introduced a regulation under the ESA to address the legal impact of a temporary reduction in hours of work and/or wages for COVID-19 related reasons.

Under the regulation, if a non-unionized employee is laid off or their hours and/or wages temporarily reduced for COVID-19-related reasons during the "COVID-19 Period" (defined below), the employee is <u>not</u> be considered laid off for the purpose of the termination and severance pay provisions of the ESA. Similarly, in most cases, such a layoff or reduction does not constitute a constructive dismissal.

The regulation defines the "COVID-19 Period" as the period from March 1, 2020 until six weeks after the declared emergency in Ontario is terminated or disallowed. With the passage of Bill 195, this six week period ends on September 4, 2020.

<u>The result</u>: any employee who remains off work after September 4, 2020 will be on a temporary layoff and entitled to termination and severance pay if the layoff exceeds the established timelines set out in the ESA.

Work Deployment Orders Under the *Emergency Management and Civil Protection Act* ("EMPCA")

Under Bill 195, most of the emergency orders issued under the *EMCPA* continue in force for 30 days as orders under this new legislation and may be extended further.

<u>The result</u>: this includes any "work deployment" order enacted to provide a health care employer (hospital, retirement home, etc.) and various social service agencies the discretion to make staffing assignments as needed to prevent and respond to COVID-19, even if the assignments do not comply with an applicable collective agreement.

Sherrard Kuzz LLP, Employment & Labour Lawyers

¹ Except if the employee is laid off due to a permanent discontinuance of an employer's business at an establishment, in which case the employee is entitled to severance pay under the ESA.

For more information and assistance regarding Bill 195, including your return to work plans, contact your Sherrard Kuzz LLP lawyer or any member of the Sherrard Kuzz LLP team at info@sherrardkuzz.com. We'll respond promptly.

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