Launching the Sector Sustainability Tables

Binational Toxics Strategy - Integration Workgroup September 15, 2005

Canada is adapting to the changing nature of competitiveness ...

- Environmental sustainability emerging as a key driver of competitiveness
- Canada is responding with a new national approach to environmental sustainability to align environmental and economic signals:
 - Competitiveness and Environmental Sustainability Framework
- The Framework creates a new way of making decisions Sector Sustainability Tables are a forum for:
 - Setting priorities
 - Open and transparent engagement to shape decisions
 - Focusing on action leading to real results
- Stakeholders have shaped and are committed to this new approach

by fundamentally reshaping its approach.

Industry, NGOs, governments, and others say that Canada's approach needs to fundamentally change:

Fragmentation within/between jurisdictions, regions, and sectors

Environmental policy set in isolation from business realities leading to mistimed investments

Short-term, issue-by-issue approach often leads to a focus on "lowest common denominator"

Inconsistent, complex, and sometimes **conflicting** regulations

Poor use of policy tools means inefficient and ineffective environmental management

Failure to recognize limits to what leaders can do alone



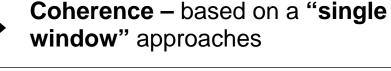
long-term competitiveness Integrated priorities and focus on

Collaboration to align economic

Environmental policy recognizes business realities and supports

and environmental decisions

ambitious long-term outcomes provide predictability





Instrument choice puts **smart regs** into practice to align economic and environmental signals



Sector Sustainability Tables can be an effective mechanism ...

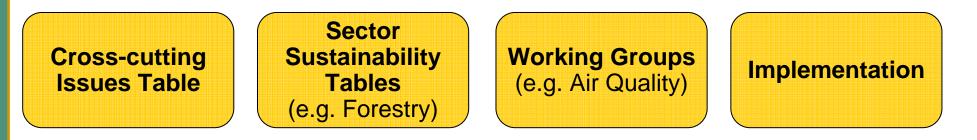
- Stakeholders discussions, informed by Canadian and international experience, suggest that sector tables will be most effective if they:
 - Are **permanent** to deal with evolving or emerging issues
 - Engage all key stakeholders
 - Comprise sector's value chain to facilitate consideration of business realities
 - Take a comprehensive approach to sustainability issues
 - Take advantage of working mechanisms
- For their part, federal representatives will bring a shared federal position to the table
- Sector tables have potential to shape the priorities, decisions, and actions of all stakeholders including governments
- Sector tables will put the fundamentals of **smart regulation** into practice:
 - Use full range of instruments available
 - Focus on outcomes
 - Use harmonized regulatory backstops to create a level playing field

... leading to action and real results – in both the $^{\rm t}$ short and long term ...

- In the short term, focusing on setting shared priorities and on benchmarking will allow tables to get working and take action quickly
- Over time, focusing on **long-term national environmental objectives** will:
 - Increasingly integrate environmental and economic signals
 - Provide even greater clarity, predictability, and accountability

Characteristics of short-term objectives include:	Characteristics of long-term objectives include:
Pragmatic – informed by business realities	Ambitious, transformative – change business realities
Best Available Technology Economically Achievable	Next generation technologies
Focused on immediate priorities	Focused on long-term sustainability
Benchmarked	World-leading
Recognize different paths to compliance	Level playing field

... on both sectoral and cross-cutting issues.



- The cross-cutting issues table with its own working groups deals with horizontal issues that cut across sectors (e.g. environmental assessment)
- Sector sustainability tables set the agenda and priorities for each sector
- Working groups are formed on that basis evolving over time as needed
 - Working groups present options and recommendations to sector tables
 - Existing mechanisms that work effectively can be linked to the sector tables and could function as working groups
- Sector tables reach agreements on implementation plans that lay out actions by industry, government, citizen, and other stakeholders

Path Forward

- July/August:
 - Establish design team
 - Representative of anticipated sector table membership
 - Design sector tables:
 - Terms of Reference:
 - Mandate and scope
 - Composition
 - Principles
 - Procedures/rules of engagement
 - Starting membership
 - Working group structure

October/November:

- First meeting of sector tables
- Co-chairs meeting to assess progress
 - followed by co-chair meeting with the Clerk of the Privy Council in early 2006
- First meetings of initial working groups

Roles – SST members and Federal Departments

Roles at tables/working groups:

- Members: Collaborate on development and implementation of innovative solutions and represent constituency perspectives
- Co-chairs: Same as members, plus facilitation (including ensuring that full range of perspectives are shared) and coordination
- Invited guests: Provide focused, expert input as requested by tables

Role of federal departments:

- Contribute to successful development of innovative solutions at the table:
 - Participation as table and working group co-chairs and members representing GoC position
 - Provision of expertise and research and analysis capacity as needed
- Development of GoC position and support to federal representatives:
 - via DM Policy Committee on Environment and Sustainability
 - via Federal Coordination Teams
- Support for tables through staff secondments to Secretariat
- Input to table/working group design process through federal representatives

A Secretariat will provide neutral support to the sector tables, co-chairs, and working groups.

Secretariat role:

- Organize and attend meetings: facilities, travel, documents, reporting, etc.
- Budgeting and communications
- Assess **performance:** timelines, milestone tracking, reporting, etc.
- Task out and ensure completion of research/analysis requested by tables
- Manage stakeholder relationships (informal role)
- Provide support for the design process:
 - Provide logistical support for design meetings
 - Provide "straw dogs" for design elements (e.g. terms of reference)
 - Compile for co-chairs and design team a **list of possible members**
 - Arrange training/facilitation services on multi-stakeholder engagement
 - Share analysis done by federal departments in preparing for tables

Secretariat structure:

- Federal departments to provide staff for Secretariat
- EC has reallocated \$4M and will house the Secretariat
- Industry invited to second staff and have expressed interest
- NGO and Aboriginal staff assignments facilitated by GoC

Sector Sustainability Tables & Leads

- Currently five Sector Sustainability Tables in development. They are:
 - Forestry SST
 - Co-leads: Russell J. Horner (President and CEO, Norske Canada) and Mark Carney (Deputy Minister, Department of Finance)
 - Chemicals SST
 - Co-leads: Steve Griffiths (Vice-President and General Manager of Imperial Oil's Petrochemicals Division) and Suzanne Hurtubise (Deputy Minister, Industry Canada)
 - Mining
 - Co-leads: Gerry Protti (Executive Vice-President, Corporate Relations, EnCana) and Larry Murray (Deputy Minister, Department of Fisheries and Oceans)
 - Energy
 - Co-leads: Richard Ross (Chairman and CEO, Inmet Mining) and Alan Nymark (Deputy Minister, Human Resources and Skills Development)
 - Cross-cutting SST
 - Co-leads: Samy Watson (Deputy Minister, Environment Canada) and Morris Rosenberg (Deputy Minister, Health Canada)