







## **Apprenticeship Directions**

Ministry of Training, Colleges and Universities Labour Market and Training Division

**January 9, 2006** 

## Labour Market Development Agreement and Labour Market Partnership Agreement

- In November, 2005, the Ontario government signed an LMDA and LMPA with the federal government
- er LMDA will provide Ontario with about \$580M annually
- er LMPA funding transferred to Ontario will grow to an annual total of \$157M by 2009-10

# Labour Market Development Agreement and Labour Market Partnership Agreement

- Additionally, the federal government will spend an amount grouping to \$157M in Ontario through federal labour market programs
- Will allow MTCU to integrate labour market programs in Ontario and expand programs to provide more training, apprenticeship, apprenticeship and labour market services

## **One-Stop Training and Employment System**

- Will provide the framework for the delivery of the Ministry's labour market programs and services
- The One-Stop Training and Employment system will:
  - provide seamless access to training and employment programs and services for Ontarians
  - better serve apprentices, immigrants, unemployed individuals and youth so they can succeed in and contribute their skills to the labour market
  - streamline and improve services for employers

## **Overview of Apprenticeship In Ontario**

- er Largest apprenticeship system in Canada
- Governed by 2 pieces of legislation: <u>Apprenticeship and</u>
  <u>Certification Act (ACA), 2000</u> and the <u>Trades Qualification</u>
  <u>and Apprenticeship Act (TQAA)</u>
- er Over 140 apprenticeable trades in Ontario in 4 sectors:
  - construction
  - industrial/manufacturing
  - motive power
  - service
- 20 have compulsory certification (e.g. electrician, plumber, steamfitter)

## **Overview of Apprenticeship in Ontario**

#### er In 2004/05:

- 72,200 registered apprentices
- 19,134 new apprentices
- 26,489 employers
- 28,065 apprentices received in-school training
- 64 Training Delivery Agents
- 10,000+ Certifications of Qualification issued each year

#### **Ontario Government's Commitment**

\*\*Strong People, Strong Economy

Strengthening Ontario's economy by building the most highly educated and skilled workforce in North America

Improving higher educational achievement, including expanded apprenticeship programs.

#### **Ontario Government's Commitment**

The Ontario government is committed to increasing the number of new apprenticeship registrations by 7,000 to a total of 26,000 annually in 2007-08

Transforming government to make improvements to education, training and other important services

### **Initiatives**

- 2005 Ontario Budget builds on the government's plan for and previously announced 2004 Ontario Budget investments in apprenticeship training including:
  - Apprenticeship Training Tax Credit
  - Apprenticeship Training Scholarships and Signing Bonuses

## **Training Tax Credit**

- Apprenticeship Training Tax Credit encourages
  Ontario businesses to hire and train new
  apprentices in skilled trades
- Provides businesses with up to \$15,000 over the first 36 months of training of apprentices in eligible fields
- Depending on the size of the business, the refundable tax credit reimburses employers for 25% to 30% of the cost of wages for eligible apprenticeships

## **Training Tax Credit**

- Eligible expenditures are salaries and wages paid after May 18, 2004 and before January 1, 2011
- Applies to all motive power, construction, industrial trades as well as some service trades
- Includes a review in the third year to determine effectiveness as a condition for continuing the tax credit

## **Scholarships and Signing Bonus**

- The Apprenticeship Scholarship and Employer Signing Bonus initiative supports training and employment for youth who have left school but require upgrading to meet the registration standards for apprenticeship training
- \$1,000 scholarship for young person to upgrade to qualify and register as an apprentice
- \$2,000 per apprentice signing bonus for employer to support candidate's apprenticeship registration and training
- er Investment of \$4.5 million in 2005/6

## Learning to 18 and Reaching Higher Plan

- The government has committed to increase the number of students completing secondary school and expand the participation rate in postsecondary education and training
- er Working closely with the Ministry of Education on a Learning to 18 strategy to ensure student accessibility and affordability to pursue postsecondary education and training
- The 2005 Ontario Budget supports the Learning to 18 Strategy by strengthening current initiatives that support young people learning to 18:
   The Ontario Youth Apprenticeship Program

  - Pre-Apprenticeship Training Program
  - Academic Upgrading expansion

## **Learning to 18 Initiatives**

- er The Ontario Youth Apprenticeship Program
  - An additional \$1.25M to support an additional 1,500 more youth to participate in OYAP
  - Total funding for 2005-06 \$8.25M
  - 20,500 student placements projected
- **Pre-Apprenticeship Training Program** 
  - \$1M in 5 projects to assist about 100 at-risk youth

## **Learning to 18 Initiatives**

- **Academic Upgrading for Early School Leavers** 
  - Will provide new academic upgrading and training options for early high school leavers or at-risk students
  - \$15 million annually by 2007/8
  - At maturity, funding for this initiative is expected to assist 6,000 people

#### **Introduction of New Trades**

- **3** new trades introduced in December 2005:
  - Entertainment Industry Power Technician
  - Railway Car Technician
  - Exterior Insulated Finish Systems Mechanic
- Recently announced Tractor-Trailer Commercial Truck Driver Apprenticeship Program to be implemented shortly

## **Marketing and Promoting Apprenticeship**

- Recently released "Opening Doors" series to promote apprenticeship to employers, immigrants and the internationally trained, students, jobseekers and guidance counsellors
- Oeveloping materials and interactive tools for employers on Apprenticeship Training Tax Credit
- er Employer Recognition Awards initiative
- Several strategic partnerships for marketing, outreach and communications under development

## **Contact Us**

**26 MTCU field offices located across Ontario** 

er 1-888-JobGrow