



# Navigating a Sustainable Future

*Presentation to the Association of Canadian Port Authorities*

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# Objective

- Provide an update on Transportation 2030
  - Progress to date and moving forward
- Provide an overview of the National Trade Corridors Fund
  - Objective, timeline, next steps
- Provide an update on Canada's free trade agreement negotiations



# Transportation 2030

- Transportation 2030, launched on November 3<sup>rd</sup>, 2016, proposes a strategic plan for the future of Canada's transportation system
- Key drivers of the plan:
  - Canada's transportation system is critical to the well-being of our economy
  - There is a clear call for federal leadership and a national transportation strategy now to support the transportation system 20-30 years in the future
  - An efficient and integrated national transportation system is vital to economic growth, trade, and social well-being



# Transportation 2030: Five Themes

## Transportation 2030

ACTIONS FOCUSED UNDER FIVE THEMES

A national transportation system that supports economic growth, job creation, and Canada's middle class.

**1** **The Traveller**  
Provide greater choice, better service, lower costs, and new rights for consumers

**2** **Safer Transportation**  
Build a safer, more secure transportation system that Canadians trust

**3** **Green and Innovative Transportation**  
Reduce air pollution and embrace new technologies to improve Canadians' lives

**4** **Waterways, Coasts and the North**  
Build world-leading marine corridors that are competitive, safe and environmentally sustainable, and enhance northern transportation infrastructure

**5** **Trade Corridors to Global Markets**  
Improve the performance of our transportation system to get products to markets and grow Canada's economy



# The Traveller

*Greater choice, better service, lower costs and new rights for consumers*

- Our Progress
  - ✓ Initiated consultations with industry on a long-term and reliable approach to the delivery of the Eastern Canada Ferry Services
  - ✓ Introduction of Bill C-49: strengthening air passenger rights, and increasing air carrier international ownership limits
- Moving Forward
  - ❑ Accessibility within the transportation system



# Safer Transportation

*Safer and more secure transportation system that Canadians trust*

- Our Progress
  - ✓ Commitment of \$152M from Budget 2017 for CATSA, Transport Canada and the RCMP to continue to strengthen airport security screening operations
  - ✓ Review of the *Railway Safety Act*, launched in April 2017, will focus on the effectiveness of the federal rail safety framework
- Moving Forward
  - Continued collaboration on safety as a shared priority

# Green & Innovative Transportation

*Reduce environmental impacts, including air pollution, and embrace new technologies to improve Canadians' lives*

- Our Progress
  - ✓ More than \$500 million committed in Budget 2017 for initiatives such as GHG regulations and mitigation, clean energy and innovation, and climate risk assessments for federal transportation assets
- Moving Forward
  - Continue our work on addressing climate change and creating a “greener” transportation system



# Waterways, Coasts and the North

*Build world-leading marine corridors that are competitive, safe and environmentally sustainable, and that enhance northern transportation infrastructure.*

- Our Progress
  - ✓ \$1.5B Oceans Protection Plan
    - ✓ Launch of a five-year \$6.85M Abandoned Boats Program
  - ✓ Introduction of Bill C-49 to allow ship owners to reposition empty containers between locations in Canada
  - ✓ Launch of the *Pilotage Act* Review
  - ✓ Five-year extension to the agreement with the St. Lawrence Seaway Management Corporation
  - ✓ Launch of a comprehensive review of the St. Lawrence Seaway



# Trade Corridors to Global Markets

*Improve our transportation system's performance to get products to markets and grow Canada's economy*

- Our Progress
  - ✓ Core of this pillar is the \$2.1 billion Trade and Transportation Corridors Initiative (TTCI)
    - **National Trade Corridors Fund**, to address trade and transportation capacity constraints and freight bottlenecks, and help resolve critical transportation needs in Canada's territorial North. Funding allocated to projects based on merit, with a focus on trade corridor efficiency and reliability (\$2.0 billion over 11 years)
    - **Trade and Transportation Information System**, to enhance data collection and analysis (\$50 million over 11 years)
    - **Investments in Innovative Transportation**, to support development of regulations for the safe adoption of connected and automated vehicles and of drones (\$50 million over 5 years)

# Trade Corridors to Global Markets

## National Trade Corridors Fund (NTCF) Objectives

- Support the fluidity of Canadian trade by easing capacity constraints and strengthening modal connectivity
- Increase the resilience of the Canadian transportation system to a changing climate and adapt it to new technologies and future innovations
- Address the transportation needs of northern communities, including safety and economic development
- Leverage investments from multiple partners

## Canada Infrastructure Bank (CIB)

- Will invest \$35 billion from the federal government into transformative infrastructure projects
- At least \$5 billion will be invested to address trade and transportation priorities
- Introduction of Bill C-49 – will allow Canada Port Authorities access to Canada Infrastructure Bank financial instruments



# NTCF - Timing Considerations



A two-phase application process:

## 1. Expression of Interest

- Short summary of the proposed project and a summary of how the project is expected to meet the program’s objectives, terms and conditions
- Applicants successful in this stage will be provided with a detailed application guide and will be invited to submit a Comprehensive Project Proposal

## 2. Comprehensive Project Proposal

- Detailed business case that provides more fulsome qualitative and quantitative information to demonstrate how well a project meets selection criteria
- Funding decisions made by Minister of Transport in 2018 informed by evidence-based assessment of funding applications and their relative merits



# NTCF - Next Steps

- Although planning is still in its early stages, **the tentative timing** for future Calls for Proposals is:
  - 2018 – Tailored Call for Proposals for Northern-specific projects
  - 2018 – Tailored Call for Proposals for Small National Airport System security-related projects
  - 2020 – Second National Call for Proposals
  - 2022 – Third National Call for Proposals
- Transport Canada will undertake regular engagement and priority-setting exercises to identify trade-related investment needs and northern transportation needs to inform future Calls for Proposals



# Trade Liberalization

- Transport Canada supports the Government's free trade agreement (FTA) negotiations to advance Canadian transportation interests
- Transport Canada values stakeholder input on trade negotiations and will continue to consult ACPA and port authorities regarding FTA issues that can affect ports, such as rules on:
  - Cross-border trade in services;
  - Investment; and
  - State-owned enterprises.
- Current FTA priorities include:
  - NAFTA modernization
  - Exploratory discussions with China, MERCOSUR, Pacific Alliance



# Moving Forward

- Through our Transportation 2030 vision, we will:
  - continue to deliver on commitments and define further actions
  - collaborate with the marine industry, provinces and territories, shippers, and Indigenous partners on shared priorities
  - work toward building a national transportation system that meets demands and responds to a global economy
  - look long-term by making strategic and sustainable investments in our waterways, coasts, the North, and in our transportation infrastructure