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Ontario Court Confirms Labour Arbitrators Share Concurrent Jurisdiction with Human Rights Tribunal

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In *Weilgosh v London District Catholic School Board*,¹ the Ontario Superior Court of Justice (Divisional Court) confirmed that labour arbitrators share <u>concurrent</u> jurisdiction with the Human Rights Tribunal of Ontario ("Tribunal") over human rights disputes that arise under a collective agreement.

The decision is significant because, in 2021, a similar issue was addressed under *The Labour Relations Act* of Manitoba and in that case - *Northern Health Authority v Horrocks*² - the Supreme Court of Canada ruled a labour arbitrator appointed under the Manitoba act had <u>exclusive</u> jurisdiction over a human rights claim arising under a collective agreement.

The *Weilgosh* decision confirms that, in Ontario, the grievance procedure is <u>not</u> the only avenue available for a unionized employee to bring a complaint of an alleged violation of the Ontario *Human Rights Code* (the "Ontario *Code*").

Background

Karen Weilgosh, a teacher and member of a bargaining unit, claimed her employer discriminated against her on the basis of disability. Weilgosh's union filed a grievance and Weilgosh also filed her own application with the Tribunal under the Ontario *Code* in which she alleged discrimination and failure to accommodate.

After Weilgosh filed her application with the Tribunal, but before a decision was reached, the Supreme Court of Canada released its decision in *Horrocks*. As a result, Weilgosh's employer raised a preliminary challenge in which it argued Weilgosh's allegations fell within the exclusive jurisdiction of a labour arbitration and the Tribunal lacked jurisdiction to hear her application.

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¹ <u>2024 CanLII 20606 (ON SCDC)</u> [Weilgosh]

² <u>2021 SCC 42</u> (CanLII) [*Horrocks*]

In the *Horrocks* decision, the Supreme Court set out a two-step test to resolve this type of jurisdictional issue. Step one - does legislation grant exclusive jurisdiction to a labour arbitrator and, if so, over which matters? Step two - if legislation does grant an arbitrator exclusive jurisdiction, does the dispute at issue fall within the scope of that jurisdiction?

Under step one, the Supreme Court noted that section 78(1) of *The Labour Relations Act* of Manitoba granted a labour arbitrator <u>exclusive</u> jurisdiction to decide "all differences" concerning the meaning, application or alleged violation of a collective agreement:

78(1) Every collective agreement shall contain a provision for final settlement without stoppage of work, by arbitration or otherwise, of all differences between the parties thereto, or persons bound by the agreement or on whose behalf it was entered into, concerning its meaning, application, or alleged violation.

By contrast, while *The Human Rights Code* of Manitoba "vest[ed] broad jurisdiction in the Commission over Code violations [...] absent express displacement of the exclusive jurisdiction of a labour arbitrator" the language of *The Human Rights Code* was insufficient to find the Commission holds concurrent jurisdiction.³

Under step two, the dispute in *Horrocks* concerned an alleged violation of a collective agreement, namely how Horrocks' employer addressed her attendance at work while under the influence of alcohol. Thus, in *Horrocks*, the dispute fell within the scope of a labour arbitrator's exclusive jurisdiction.

The Tribunal decision

Applying the two-step test to $Weilgosh^4$ the Tribunal concluded it shared <u>concurrent</u> jurisdiction with labour arbitrators. First, similar to *Horrocks*, the Tribunal held an arbitrator appointed under Ontario's *Labour Relations Act* has exclusive jurisdiction to hear claims of discrimination and harassment within the scope of a collective agreement, subject to a clear legislative intent to displace this jurisdiction.

However, in this case, the Tribunal held the Ontario *Code* <u>had</u> demonstrated a clear legislative intent to displace the labour arbitrator's exclusive jurisdiction, thus the Tribunal had concurrent jurisdiction:

- Under the Ontario Code the Tribunal has express discretion to <u>dismiss</u> an application if it "is of the opinion that another proceeding has appropriately dealt with the substance of the application"
- Under the Ontario Code the Tribunal has express discretion to defer an application, in accordance with Tribunal rules
- Amendments to the Ontario Code in 2008 permitted a person to apply directly to the Tribunal if they believed their rights under the Ontario Code had been infringed

³ *Ibid* at para 45

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⁴ <u>Weilgosh v London District Catholic School Board</u>, 2022 HRTO 1194 (CanLII)

- The legislature made no attempt to "narrow" the deferral or dismissal powers of the Tribunal, which signaled "a positive expression [...] to maintain concurrent jurisdiction, thereby displacing labour arbitration as the sole forum for disputes arising from a collective agreement"⁵
- The Ontario *Code* expressly removes the jurisdiction of the Tribunal when a person has brought a civil proceeding arising out of a violation of a right protected by the *Code*; whereas, no such express language existed with respect to a grievance under a collective agreement.

The Divisional Court weighs in

Weilgosh's employer sought judicial review of the Tribunal's decision but was unsuccessful. Upholding the Tribunal's decision, the Divisional Court stated as follows:

In considering the broad language used in the *Ontario Code*, its statutory scheme and the broader legal context of the legislative and jurisprudential history of the *Ontario Code*, the HRTO correctly applied *Horrocks* to find concurrent jurisdiction. In the words of *Horrocks*, in these circumstances, applying an exclusive arbitral jurisdiction model would defeat, not achieve, the legislative intent.⁶

Impact on employers

The practical impact of this decision is that, in Ontario, a unionized employee may elect whether to pursue a human rights claim as an individual applicant at the Tribunal or before a labour arbitrator through a grievance under a collective agreement.

If an employee elects to pursue both a grievance and an application the Tribunal has broad power to either (a) defer the application in accordance with the Tribunal rules or (b) dismiss the application if another proceeding, such as a labour arbitration, has appropriately dealt with the substance of the application. What is considered "appropriate" is another ball of wax, best left for another article.

To learn more and for assistance responding to a grievance, human rights complaint, or both, contact your Sherrard Kuzz LLP lawyer or our firm at: <u>info@sherrardkuzz.com</u>, 416.603.0700 (Main), 416.420.0738 (24 Hour), or <u>www.sherrardkuzz.com</u>.

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⁵ *Ibid* at para 41.

⁶ *Weilgosh, supra* note 1 at para 66.

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