NATIONAL COUNCIL OF VETERAN ASSOCIATIONS IN CANADA

News Release

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RCAF Prisoner of War Association Regimental Association for the Toronto Scottish

Regimental Association for the Toronto Scottish Regiment (Queen Elizabeth The Queen Mother's Own)

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Royal Canadian Naval Association

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Toronto Police Military Veterans Association

The War Amputations of Canada

War Pensioners of Canada

War Veterans & Friends Club

The Warrior's Day Parade Council

White Ensign Club Montreal

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Government's Failure to Implement Plan of Action on Reforming New Veterans Charter Violates Social Covenant Owed to Canadian Veterans and Their Families

OTTAWA, October 3, 2013 -- The National Council of Veteran Associations, consisting of sixty member organizations and representing a wide cross-section of the veterans' community, came out today in support of the essential findings of the Veterans Ombudsman's Office, which issued a comprehensive report this week in relation to the need to reform the New Veterans Charter.

Brian Forbes, Chairman of NCVA, noted that the report, which calls for urgent action, correctly recognizes the appropriate priorities for immediate revision of the Charter in its focus on three key transition issues:

- the financial instability and decreased standard of living caused by reduced post military release income and insufficient financial support after the age of 65 for totally and permanently incapacitated veterans.
- the limitations in vocational rehabilitation and educational funding which can affect second career aspirations and employment options.
- inadequate support to address difficult family environment scenarios as a consequence of military service.

"The Ombudsman's evidence-based actuarial study has demonstrated beyond any reasonable doubt the specific shortcomings that exist in the Charter today," Mr. Forbes said.

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Please address all correspondence to: 2827 Riverside Drive, Ottawa, Ontario K1V 0C4 He pointed out that when the Charter was enacted in 2006, the Government declared that this legislation was a "Living Charter" and made a formal commitment to the veterans' community that, as gaps and inequities were identified, immediate remedial action would be taken to address these deficiencies.

"The Government has failed to fulfill this commitment with regard to a significant number of substantive issues, impacting on the compensation benefits of disabled veterans in violation of the social covenant that the Canadian people owe to our veterans and their families," he said.

NCVA has consistently demanded over the last number of years that Veterans Affairs Canada implement an overall plan of action to fulfill its commitment in relation to not only the New Veterans Charter, but also to seriously disabled veterans and health care reform.

"In accordance with the fundamental conclusions of the Veterans Ombudsman's report, it remains NCVA's position that, notwithstanding the ostensible economic constraints facing the country, the seriously disabled veteran should be given immediate priority in the implementation of the first phase of a VAC plan of action for legislative reform," Mr. Forbes said. "There is no higher obligation on Veterans Affairs Canada and the veterans' community than the responsibility to address the needs and requirements of seriously disabled veterans and their families."

He added that, although NCVA fully endorses the general thrust of the Ombudsman's report, it would have preferred that the Ombudsman's office had adopted the more beneficial recommendations of the New Veterans Charter Advisory Group and the Standing Committee on Veterans Affairs (2009-2010) in relation to strengthening the compensation and income security provisions of the Charter.

It has been NCVA's longstanding contention that any VAC plan of action should include the remedial measures contained in the Advisory Group and Parliamentary Committee reports (see Appendix I) so as to optimally address the deficiencies in the Charter as precisely identified by the Veterans Ombudsman's report.

In NCVA's view, <u>immediate implementation</u> of a comprehensive course of action to legislative Charter reform pursuant to these recommendations would represent an important step to meeting the controversy surrounding the Lump Sum Disability Award through the proposed enhancements of the complementary benefit and income support programs in the current legislation.

"We have encouraged the new Minister, Mr. Fantino, and his predecessors, to 'get out in front' of the significant criticism of the Charter with such a plan of action, and not wait for the outcome of the current class action lawsuit (Equitas), and the pending Parliamentary Standing Committee review anticipated this fall," Mr. Forbes said.

"We do commend the Minister for his immediate commitment upon receipt of the Ombudsman's report, to the initiation of a review of the New Veterans Charter, with particular emphasis on 'the most seriously injured, support for families, and the delivery of programs by VAC," he added, "However, in our judgement, these proposed reforms have been sufficiently studied and analyzed over the last number of years such that the gaps and voids have been readily identified by the New Veterans Charter Advisory Group, the Special Needs Advisory Group, the Standing Committee on Veterans Affairs, and now the Veterans Ombudsman's office."

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"In our considered opinion, it is long overdue for VAC to become proactive, and implement remedial legislation to address these well established concerns and live up to its obligation under the social covenant to Canada's veterans and their dependants. For a Government that professes to support our military, the lack of substantive action to reform the New Veterans Charter is truly unacceptable, and represents a betrayal of the Government's commitment to the veterans' community," he said.

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The Recommendations of the New Veterans Charter Advisory Group, the Parliamentary Committee Report and the National Council of Veteran Associations follow in Appendix I. For more information, please contact Communications at 1-877-60MEDIA, visit ncva-cnaac.ca or e-mail ncva@waramps.ca.

APPENDIX I

THE RECOMMENDATIONS OF THE NEW VETERANS CHARTER ADVISORY GROUP, THE PARLIAMENTARY COMMITTEE REPORT AND THE NATIONAL COUNCIL OF VETERAN ASSOCIATIONS RE THE INCOME SECURITY AND COMPENSATION PROVISIONS OF THE NEW VETERANS CHARTER.

- the Earnings Loss Benefit should be increased to 100% of pre-release income and in relation to
 permanently incapacitated veterans, be paid for life (not terminated at 65 as is currently the
 case). In addition, the projected career earnings of a Canadian Armed Forces member should
 be employed as the standard for the payment of the Earnings Loss Benefit. In this context, VAC
 should adopt the approach utilized by the Canadian Courts in assessing the concept of "future
 loss of income" which specifically addresses the projected lifetime earnings loss in a personal
 injury claim.
- the SISIP (Service Income Security Insurance Plan) Long Term Disability Program should be eliminated with respect to service related disabilities to eradicate the insurance culture constraints presently contained in the New Veterans Charter. It is to be noted that, at the time of the enactment of the New Veterans Charter, VAC committed that, as a fundamental precondition to the passage of the legislation that the SISIP program would be eliminated as soon as possible so as to remove the restrictions that were inherent to the overall income replacement program.
- the restrictions and complexities of the Permanent Impairment Allowance guidelines should be addressed so as to allow greater numbers of disabled veterans to qualify for appropriate levels of entitlement for this important allowance.
- the Lump Sum Disability Award should be increased commensurate with the general damages paid by the Canadian Courts. At this point in time, the differential would be approximately \$50,000.00, and it remains the view of NCVA that there is no justification for a lower amount being paid to a disabled veteran who is severely injured in the service of his country.

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- the Exceptional Incapacity Allowance concept founded under the Pension Act should be incorporated into the New Veterans Charter. This allowance has traditionally addressed the impact of the disabilities suffered by 100% veteran pensioners with reference to their difficulty to cope with their overall incapacity. The introduction of EIA to the New Veterans Charter would augment the limitations of the Permanent Impairment Allowance, particularly in the circumstance where a disabled veteran confronts the ravages of age.
- educational benefits should be expanded to bolster the rehabilitation provisions of the Charter so as to address the vocational and occupational constraints faced by many returning veterans with service related disabilities.
- the discrimination that currently exists with reference to specific classes of reservists, particularly
 those that are seriously disabled, should be eliminated in the New Veterans Charter and related
 insurance coverage with particular regard to income replacement programs and relevant SISIP
 provisions.
- In order to recognize the care giving requirements that many disabled veterans confront to cope with their incapacities, the Attendance Allowance provisions of the Pension Act should be added to the New Veterans Charter in recognition of the financial costs faced by many families in this context.
- the Charter should acknowledge that veterans with dependants should receive a higher level of compensation either through the augmentation of the Lump Sum Disability Award or an increase in the Earnings Loss Benefit for such veterans and their families.

[Underlining reflects the more beneficial proposals supported by the New Veterans Charter Advisory Group, the Standing Committee on Veterans Affairs and the National Council of Veteran Associations as distinct from the recommendations set out in the new Veterans Ombudsman's report.]

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