

Objective

 To provide an update on the Canadian Food Inspection Agency's (CFIA) transformation and modernization activities.

A Changing Environment Calls for a New Approach

- Canada needs a system that is more:
 - preventive
 - robust
 - transparent
 - supported by modern technology, tools and training



- We are moving to a more preventive system whereby risk and resources are consistently managed across the Agency.
- We are enhancing how we conduct inspections and deliver programs and services.

Our Progress

- Some modernization activities are already complete:
 - Online labelling tools for industry and consumers
 - Web repository for regulatory guidance documents
 - Inspection Verification Teams & Foreign Verification Teams
 - Complaints and Appeals Office
 - Central Administrative Service Centres

Path forward

As we transform and enhance the CFIA, we will continue to:

Consult with staff, external clients and stakeholders

Focus on open communication and transparency

Monitor and manage our performance

Ensure initiatives are integrated and sequenced

Focus on providing increased access to timely

and cost-effective services

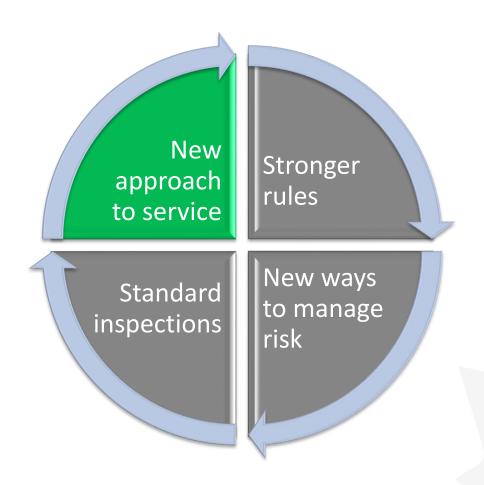
Let's see our next steps...

A Modern CFIA...Continuously Improving

What it means: Building on a strong foundation with new innovative approaches that will consistently manage risk and resources across the CFIA.



New Approach to Service



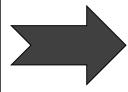


Changing our Service Model

Yesterday

- No digital services
- Expertise in silos
- Many communication channels
- Not structured to optimize service delivery for clients

Today



Tomorrow

- Modern access to services with "digitalfirst" approach
- Shared information
- Streamlined and transparent access to information
- Client-focussed service delivery



Changing our Service Model

- Online tools and resources to help industry comply with requirements
- Timely and plain language information provided in various formats
- "My CFIA" with access to digital services
- "Ask CFIA" providing clear and consistent information on CFIA's regulatory requirements.



My CFIA

- Launched in January 2017.
- My CFIA is a portal that provides clients access to secure business resources online.
 Clients include individuals, small business and large producers.
- My CFIA will feature the following components:
 - Enrolment
 - Permissions
 - Exports
- The Agency will introduce My CFIA in four releases, increasing the number of online services available throughout 2017. The first release included:
 - Industry to enrol for a My CFIA account
 - Application for Registration of an Dairy Establishment



Release details

Release 1 – December 2016	 All industry can enrol using My CFIA Dairy processors can request their establishment registration permission
Release 2 – Spring 2017	 All permissions that the Centre of Administration currently issue will be available through My CFIA Specific export certificates will be automated
Release 3 – Summer 2017	Additional export certificates will be automated through My CFIA
Release 4 – Fall 2017	 Additional export certificates will be made automated All requests for export certificates can be made through a generic application in My CFIA Government-to-Government electronic transmission, where negotiated



My CFIA – Export Modernization

- Release 2 (Spring 2017) of My CFIA will include the ability to request specific export certificates, specifically:
 - Dairy Standard Certificate
 - Meat and Poultry Products Certificate to the US
 - Table Stock Potatoes CPIQ to the US
 - Fish and Seafood Certificate of Origin and Hygiene
 - Live Horses and Cattle to the US
- With Release 2, exporters will be able to:
 - apply for export certificates online;
 - monitor the status of their applications;
 - modify applications; and
 - request replacement certificates



Import Modernization

Globalization, changes in the supply chain, technological advancements and scientific advancements are constantly changing our operating landscape and requires the CFIA to modernize its import control system in order to continue to safeguard Canada's food supply, animal health and plant resource base, as well as support economic trade and growth

IV П Ш **Modernized Client and Commodity Improved Enforcement and** Simplified and Streamlined **Strategic Partnerships** Identification **Import processes** Compliance Single consistent import Profile management (leveraging Standardized commodity ID Single examination at the earliest process across business lines ESDP) Harmonized datasets and Reduced administrative burden Improving communication Simplified compliance examination processes (Standardized Commodity ID) Reduction of wait times / for low-risk goods International technology Foreign trade chain identification Import and eCommerce risk improved service standard compatibility (G2G) (Foreign establishment) assessment (online web of risk Collaboration with other assessment) government departments Outcomes Outcomes Outcomes More secure supply chain Nationally consistent process Accurate, up-to-date assessment of Outcomes clients Balance of facilitation and Expedited import process Improved partnership Strategic deployment of technological Seamless import process from enforcement resources end to end Systems Tools People



AskCFIA

- On January 9, 2017, CFIA launched "AskCFIA".
- AskCFIA is a centralised website where regulated parties will be able to access CFIA expertise
 to support their understanding and compliance with regulatory requirements.
- AskCFIA will provide industry with:
 - a single point of entry for technical questions,
 - access to online tools, online guidance, technical expertise
 - written responses to questions that provide consistent interpretation of our regulatory framework, in plain language and within reasonable service expectations.
- Initial programs that were included in the launch:
 - Maple products
 - Honey
 - Egg and Egg Products
 - Processed Products (Fruits and Vegetables)



Electronic Service Delivery Platform (ESDP)

- The initial release of the ESDP was January 3, 2017.
- The ESDP provides a single electronic platform for the business of the CFIA.
 This includes both the ability to offer our services online to external stakeholders, and to house our inspection data in one place.
- The ESDP will support the modernization of our work.
- Longer term, the ESDP will give industry access to additional services, CFIA staff access to comprehensive, centralized information, and the Agency a better understanding of the risk environment.



Updated User Fees and Service Standards

Yesterday

Inconsistent approaches

Based on commodity (plant, animal and food)

No formal service standards

Imbalance in costsharing for services

Based on 1997 dollars

Tomorrow

Streamlined and consistent

Based on activity (licensing, inspections, etc.)

Formal service standards tracked and reported

More balanced cost-sharing

Indexed for inflation





Cost Recovery

- CFIA is proposing to streamline and update its cost recovery program.
- Our objectives are to support regulated parties in the food, plant and animal sector with greater consistency in fees, increased efficiencies and improve predictability in service delivery while aligning fees to better reflect the current costs of delivering service.
- To advance the cost recovery initiative, the CFIA is undertaking a two-phased consultation:
 - Phase one: From January 26 to March 31, 2017, the CFIA is seeking input on:
 - a proposed list of services that allows fees to be charged consistently for similar CFIA services
 - proposed service standards for CFIA services
 - the appropriate level of cost sharing between regulated parties and taxpayers
 - impacts of potential fee increases on businesses
 - Phase two: The CFIA will provide stakeholders with a summary of feedback received during
 phase one consultations and specific fee proposals for each service.



Keeping the Lines Of Communication Open

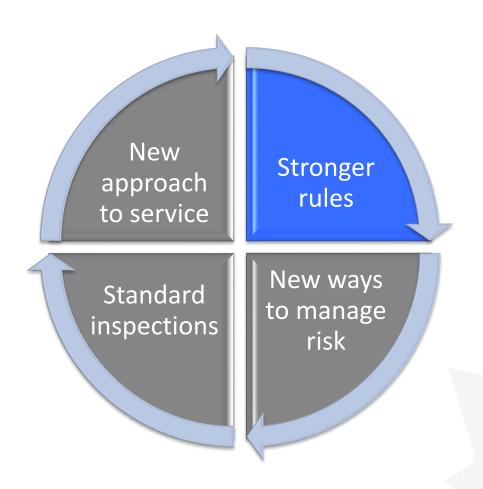
Welcome to your Digital Newsletter - The CFIA Chronicle

Your quarterly business update - Winter 2017



 The Chronicle: launched March 2017, provides quarterly updates to industry on the Agency's activities and highlights some of the changes we have underway.

Stronger rules



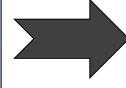
Stronger rules

New Food Rules: Safe Food for Canadians Act and Safe Food for Canadians Regulations

Yesterday

- Solid foundation
- Separate regulations for food commodities
- Prescriptive
- Complex

Today



Tomorrow

- More robust
- One regulation for all food commodities
- Prevention and outcome based
- Streamlined

Stronger rules

New food rules: Safe Food for Canadians Act and Safe Food for Canadians Regulations

- Three key elements based on internationally recognized standards:
 - Licensing
 - Traceability
 - Preventive food safety controls
- Progress and next steps
 A 90-day public consultation was announced in Canada Gazette Part I on January 21, 2017 ending April 21, 2017.

New Ways to Manage Risk



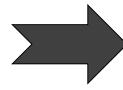
New ways to manage risk

More Effective Risk Management

Yesterday

- Risk analysis based on periodic assessments
- Limited establishmentspecific risk data
- CFIA oversight based on commodity risks

Today



Tomorrow

- More systematic, objective, and evidence-based
- Systematic risk assessment of each regulated establishment
- CFIA oversight tailored to risk of each establishment

New ways to manage risk

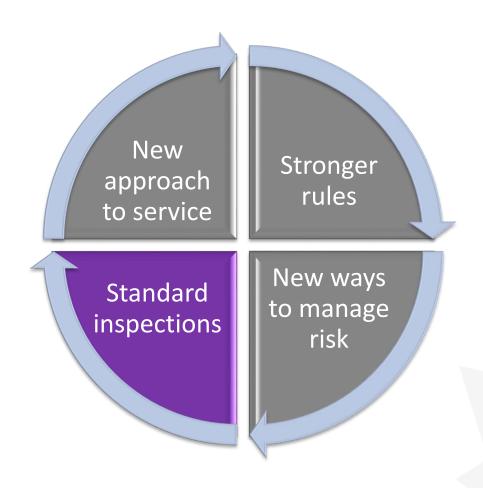
Understanding the risk landscape and focussing Agency efforts

 Establishment-based Risk Assessment (ERA) model will systematically assess risks for each different foodprocessing establishment, so that inspection resources can be better aligned with risk

Progress and next steps

- June 2016: CFIA began implementing the ERA model in the dairy sector which was expanded to include fish and seafood, fresh fruit, and vegetable products and in March 2017, expanded to Meat and Poultry.
- By June 2017: ERA expanded to all remaining registered sectors.

Common Inspection Approach



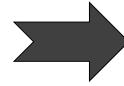


Enhancing How We Conduct Inspections

Yesterday

- Prescriptive
- Based on WHAT is inspected
- Hardcopy inspection records with various tracking tools
- Decentralized advice and guidance

Today



Outcome based

Tomorrow

- Based on HOW to inspect
- Single digital database for inspection records and tracking
- Nationally consistent advice and guidance



Enhancing How We Conduct Inspections

The integrated Agency Inspection Model (iAIM):

- defines a standard inspection process for all regulated commodities: plant, animal and food — whether domestically produced, imported or exported
- increases consistency and maximizes opportunities under the digital service strategy
 - Progress and next steps

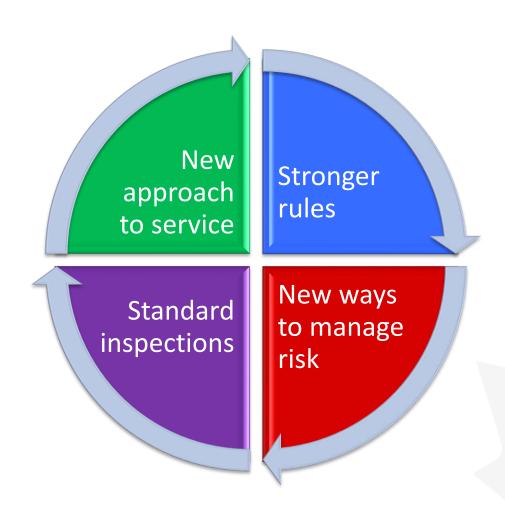
Fall 2014: Centres of Expertise established to provide consistent national advice and guidance to inspectors

Fall 2015: Initial phase-in of iAIM in select regions and specific commodities for fish, dairy, oil seeds and the current greenhouse export certifications program.

Fall 2016: iAIM expanded to include target specific commodities related to dairy, fresh fruit and vegetables and permits for specified risk material

December 2020: iAIM to be fully implemented

Bringing it All Together....



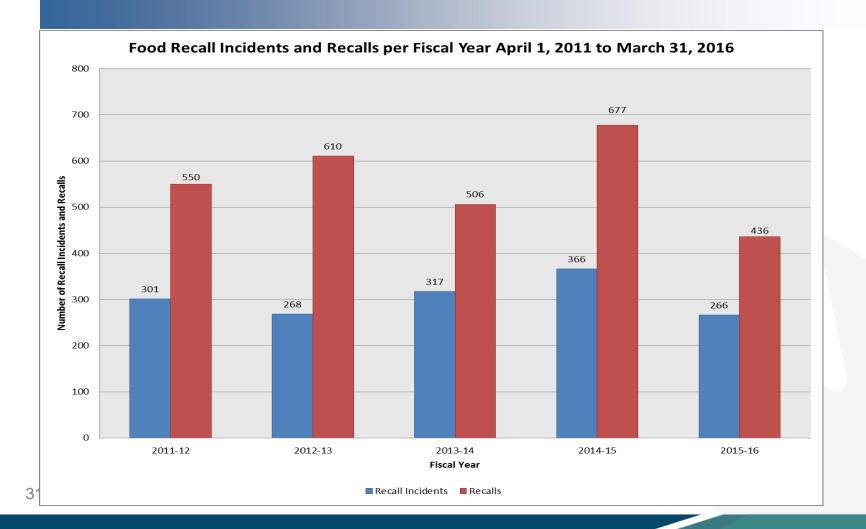
A Modern CFIAContinuously Improving

Going forward, the CFIA will continue to strengthen and enhance its strong foundation. It will:

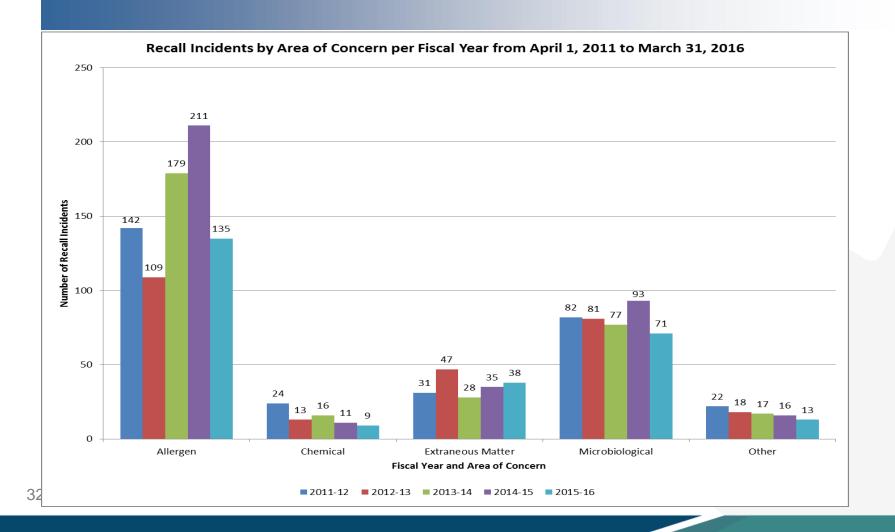
- develop programs and inspect based on science and risk
- align with international standards
- feature common activities and standard processes
- support industry compliance with regulations through enhanced tools and services
- provide increased access to timely, cost-effective services
- take advantage of modern technologies

Food Recall Statistics 2015-16

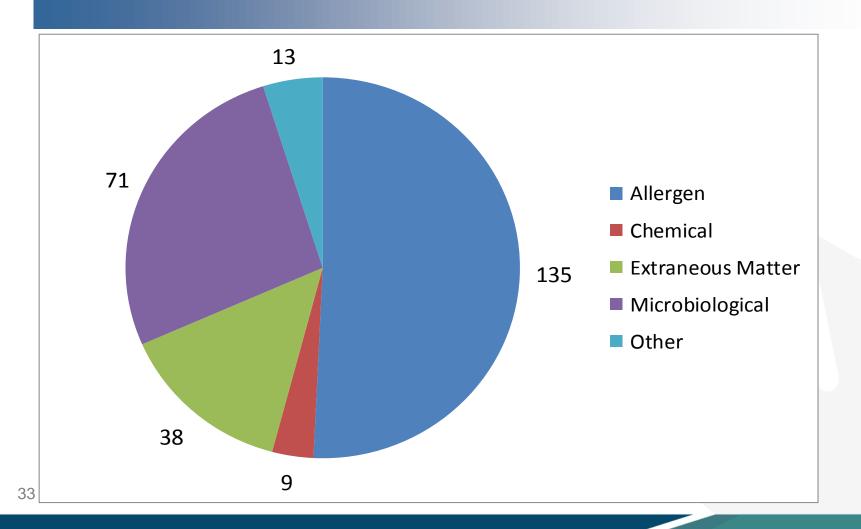
Recall Statistics



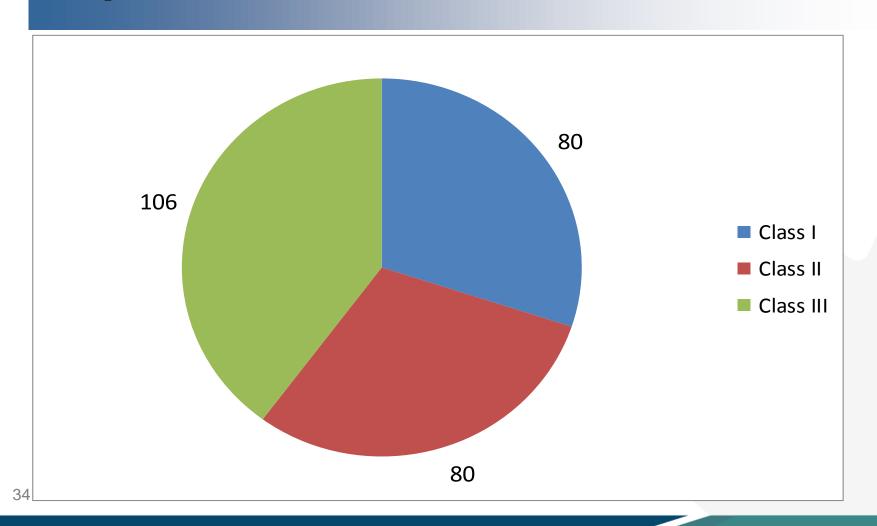
Recall Statistics



Recall Incidents by Area of Concern from April 1, 2015 to March 31, 2016



Recall Incidents by Class from April 1, 2015 to March 31, 2016



Neilson Chocolate Milk - *Listeria* monocytogenes (Lm)

- From January to May 2016, CFIA along with provincial and federal partners, investigated an outbreak of listeriosis illnesses in Ontario. No source was identified.
- In late May 2016 Public Health Ontario (PHO) identified Neilson chocolate milk manufactured by Saputo in Ontario, as a possible link to the illnesses and CFIA initiated a food safety investigation



- June 3, 2016 Lm was isolated from a closed sample, which led to a recall of product and an expanded recall on June 5
- CFIA and OMAFRA conducted focused inspection activities to confirm the link to illnesses, identify the root cause and to ensure the source of contamination was addressed.
- The food safety investigation was concluded on July 28, 2016. A total of 34 illnesses were identified as part of the outbreak.

E. coli 0121

- In May 2016 General Mills recalled flour as a result of an E. coli O121 outbreak investigation in the US.
- This recall resulted in 5 subsequent Canadian recalls of various food products distributed across Canada. There were no known reported illnesses in Canada associated with this outbreak.

flour

ORIGINAL

10 kg @

- CFIA is currently working on an E. coli O121 outbreak of 25 cases with matching genetic finger printing in four provinces. There have been 6 people hospitalized and no deaths.
- Robin Hood brand Flour was identified as a potential source. CFIA isolated E. coli O121 from product sampled at retail. The lot of Robin Hood brand Flour was subsequently recalled.
- CFIA continues to work collaboratively with federal and provincial partners

Food Fraud

- In July, 2016, a working group was established between requesting agencies, Ontario Ministry of Agriculture, Food and Rural Affairs (OMAFRA) and CFIA Ontario Operations staff.
- The objective of the partnership is to decrease the prevalence of food fraud in Ontario, to help protect the sustainability of the agri-food industry and maintain consumer trust.
- Three specific goals were set:
 - 1) Build awareness and understanding about food fraud throughout the agri-food value chain.
 - 2) Identify priority areas and how to target food fraud (e.g., species substitution; local vs. imports).
 - 3) Identify, develop and/or promote tools to combat food fraud.

Questions?

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