

Top 10 Employment Cases Of 2016

January 09, 2017

The top employment cases of 2016 are a mixed bunch that provide some important reminders of key employment law principles:

- 1. <u>Paquette v. TeraGo Networks Inc.</u>, 2016 ONCA 618 **The Ontario Court of** Appeal confirmed that employees are entitled to their bonus during the reasonable notice period unless there is language in a bonus plan that expressly removes this common law right.
- 2. <u>Oudin v. Centre Francophone de Toronto</u>, 2016 ONCA 514 **The Ontario Court** of Appeal upheld a lower court decision that found an ESA-only termination clause to be enforceable.
- 3. <u>Keenan v. Canac Kitchens</u> Ltd., 2016 ONCA 79 The Ontario Court of Appeal upheld a lower court decision that awarded dependent contractors 26 months' notice.
- 4. <u>TCF Ventures Corporation v. The Cambie</u>, 2016 BCSC 1521 **The British** Columbia Superior Court reminded us of the perils of mischaracterizing a worker as an independent contractor instead of an employee.
- 5. Joshi v. National Bank of Canada, 2016 ONSC 3510 A motions judge found that an allegation of failing to provide an employee with an opportunity to respond to or participate in a workplace investigation could support a cause of action for bad faith.
- 6. <u>Howard v. Benson Group</u>, 2016 ONCA 256 **The Ontario Court of Appeal** reminded us that where a fixed-term contract is terminated prior to the end of its term, and there is no early termination clause, the employee is entitled to payment to the end of the term and is not obligated to mitigate.
- 7. Computer Enhancement v. J.C. Options, 2016 ONSC 452 An excellent examination of the enforceability of restrictive covenants and the return of the key employee doctrine.
- 8. <u>Wilson v. Atomic Energy of Canada Limited</u>, 2016 SCC 29 **The Supreme Court** of Canada held that the Canada Labour Code only permits federally regulated employees to be dismissed with cause.
- 9. <u>Gordon v. Altus</u>, **2015 ONSC 5663** Punitive damages were awarded by an Ontario Superior Court where an employer falsely alleged cause at the time of termination.
- 10. Shoan v. Attorney General of Canada, 2016 FC 1003. This decision is an excellent reminder of the importance of conducting a fair and unbiased workplace investigation. Here, Shoan was a Commissioner with the CRTC. A colleague filed a harassment complaint against him pursuant to the CRTC's Harassment Policy,



in relation to a series of emails that he had sent her that she alleged were humiliating and undermined her credibility. An external investigator was retained who ultimately found that Commissioner Shoan's behaviour constituted harassment. The Chairman of the CRTC received and reviewed the Investigation Report and accepted it, and implemented corrective measures vis-à-vis Commissioner Shoan.

Commissioner Shoan then commenced a judicial review of the Chairman's acceptance of the Investigation Report, on the basis that the standard of procedural fairness had not been met. The following were his grounds for review:

- The Investigator was adversarial with him during the interview process;
- The Chairman was in a conflict of interest because he participated as a witness in the investigation and was the ultimate arbiter of the complaint; and
- The Investigator broadened the scope of the investigation beyond her initial retainer.

Justice Zinn of the Federal Court granted the judicial review application, holding that the investigation violated the standards of procedural fairness and the Investigation Report and decision of the Chairman was set aside. The basis for this decision was that there was an apprehension of bias on the part of the investigator. Examples of this were that the Investigator was argumentative and interrupted him, shook her head and frowned openly, and that other witnesses gave evidence that they felt from their interviews with the Investigator that the outcome of the investigation was predetermined.

The lack of procedural fairness also stemmed from the fact that the Chairman was a witness in the investigation and more than simply a witness that provided background information on the CRTC. To the contrary, his evidence in the Investigation Report was that Shoan was "toxic". Despite his extreme opinion of Shoan, the Chairman was the arbiter of the Investigation process.

This decision is an important reminder that a high degree of procedural fairness is required in a workplace investigation. Employers must provide the same rights and courtesies to the complainant and the respondent. Workplace investigators must also remain neutral and maintain the appearance of neutrality throughout the process, and stick to the mandate provided when retained.

Βv

Naomi Calla

Expertise

Labour & Employment



BLG | Canada's Law Firm

As the largest, truly full-service Canadian law firm, Borden Ladner Gervais LLP (BLG) delivers practical legal advice for domestic and international clients across more practices and industries than any Canadian firm. With over 725 lawyers, intellectual property agents and other professionals, BLG serves the legal needs of businesses and institutions across Canada and beyond – from M&A and capital markets, to disputes, financing, and trademark & patent registration.

blg.com

BLG Offices

Calga	ry	

Centennial Place, East Tower 520 3rd Avenue S.W. Calgary, AB, Canada T2P 0R3

T 403.232.9500 F 403.266.1395

Montréal

1000 De La Gauchetière Street West Suite 900 Montréal, QC, Canada H3B 5H4

T 514.954.2555 F 514.879.9015

Ottawa

World Exchange Plaza 100 Queen Street Ottawa, ON, Canada K1P 1J9

T 613.237.5160 F 613.230.8842

Toronto

Bay Adelaide Centre, East Tower 22 Adelaide Street West Toronto, ON, Canada M5H 4E3

T 416.367.6000 F 416.367.6749

Vancouver

1200 Waterfront Centre 200 Burrard Street Vancouver, BC, Canada V7X 1T2

T 604.687.5744 F 604.687.1415

The information contained herein is of a general nature and is not intended to constitute legal advice, a complete statement of the law, or an opinion on any subject. No one should act upon it or refrain from acting without a thorough examination of the law after the facts of a specific situation are considered. You are urged to consult your legal adviser in cases of specific questions or concerns. BLG does not warrant or guarantee the accuracy, currency or completeness of this publication. No part of this publication may be reproduced without prior written permission of Borden Ladner Gervais LLP. If this publication was sent to you by BLG and you do not wish to receive further publications from BLG, you may ask to remove your contact information from our mailing lists by emailing unsubscribe@blg.com or manage your subscription preferences at blg.com/MyPreferences. If you feel you have received this message in error please contact communications@blg.com. BLG's privacy policy for publications may be found at blg.com/en/privacy.

© 2025 Borden Ladner Gervais LLP. Borden Ladner Gervais LLP is an Ontario Limited Liability Partnership.