

**Investing in People** 

**Reducing Poverty Through Collective Action** 

### **100,000** Hamiltonians Live in Poverty

Poverty, as measured by low income, exists in all Hamilton postal codes, ranging from 5% to 46%

Across the board Hamilton's poverty rates are higher than Ontario

**Highest rates of poverty are seen among:** 

People with activity limitations: 21.2%

Children under age six: 24%

Visible minorities: 27.2%

Aboriginals: 29.4%

Adults living alone: 30.8%

Recent immigrants: 41.2%

Lone parents: 44.4% Lone parents (15-24): 83.4%



# Poverty imposes cumulative social barriers to breaking out of poverty

Born into families with chronic stress of poverty

Limited income and supports add risk of poor pregnancy and birth outcomes



Poor housing & nutrition; limited access to developmental programs

### **Intergenerational Cycle of Poverty**

Young adults with limited opportunities; poor health, early childrearing



Poor transition from home to school;
Low literacy, low numeracy

Limited job skills; un/underemployment

Academic barriers & learning challenges; may leave school early

Poverty costs every
Ontario household \$2,299
to \$2,895 every year

Born into disadvantage

30% of healthcare costs associated with poverty



Social & health service costs

**Intergenerational Costs of Poverty** 

Shelter Housing & Emergency Services

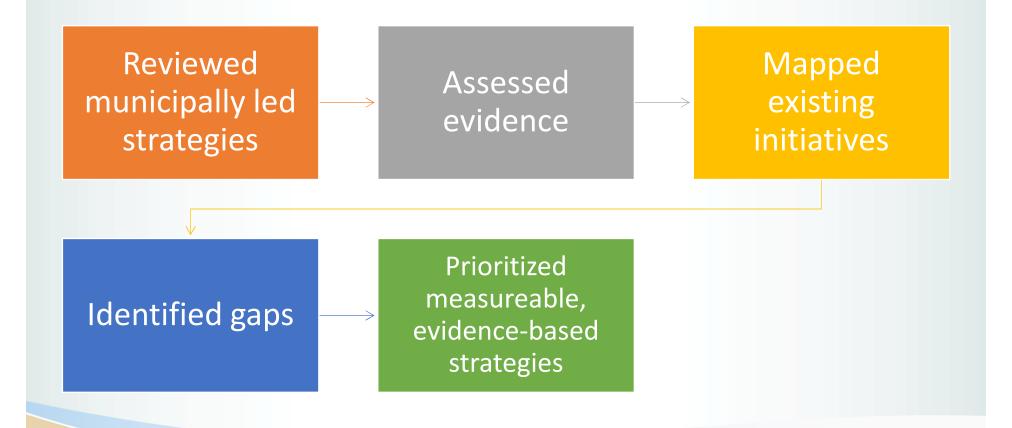


Special education & remedial programs

Lost Income and Taxes

Public cost of one early school leaver is \$7515/year

### **Prioritizing Investments**





### **Poverty Reduction in Ontario and Canada**



- \*Child Tax Benefit
- \*Funding Family
  Support Programs
- \*National Early

Learning

Framework (dvlpg)



- \*School funding
- \*Youth Wellbeing
- Strategy
- \*Free tuition (low income)



- \*Job, skill, and apprenticeship prgms
  - \*Infrastructure
    - \*Transit



- \*Ontario's Action Plan for Seniors
- \*Old Age Security (fed)
- \*Guaranteed Income Supplements (prov/fed)

#### Ontario Poverty Reduction Plan Local Poverty Reduction Fund



\*ON Affordable Housing Strategy \*\$23 million funding (fed)



\*Ontario Local Food Strategy



- \*Guaranteed Basic Income Pilot
- \*Minimum Wage Increase
- \*Social Assistance Reform

### **Poverty Reduction in Hamilton**



Best Start -> Early Years Plan Healthy Birth Weights Coalition



Abacus
City School (\$1.6m)
Learning Annex



EcDev Strategy
Learning Annex
Workforce Hamilton



Age Friendly Plan Hamilton Council on Aging

## Neighbourhood Action Strategy Hamilton Roundtable for Poverty Reduction



Housing and Homelessness Action Plan



Food Strategy Tastebuds



Living Wage Hamilton
Basic Income Hamilton

### Gaps: Safe, stable, affordable homes

- Lack of stable and quality housing prevents full social participation and contributes to chronic poverty, poor health, and reduced educational attainment
- Inadequate housing increases family stress; impairs family relationships, child learning and development, security, and health
- There are over 5,700 individuals and families on the waiting list for social housing in Hamilton
- The 10-Year Housing and Homelessness Action Plan requires \$47
  million per year to reach all targets. Current funding amounts to a
  shortfall of \$30,244,000 annually



# Gaps: Pathways out of poverty for two generations

- More than 44% of lone parents and 24% of children under 6 live in poverty
- 31% of Hamilton children start school with vulnerabilities that put them at a disadvantage
- Disadvantage grows over the life course and makes it less likely youth in poverty will perform well academically, graduate high school, and secure adequate employment as adults
- Negative effects of child and parental poverty are directly linked to quality of the home and family environment
- Housing is fundamental but needs to be combined with supports to address and reduce stressors and causes of poverty



### **Gaps: Financial Empowerment**

- In Ontario, people with low income can access 41 potential federal and provincial income benefit programs directly or indirectly through tax filing
- In 2011 about 7,345 of eligible families in Hamilton did not file for the Canada Child Tax Benefit
- That represents up to \$42 million missed per year entitled to Hamilton families through the CCTB alone
- For a low income family with two children, the CCTB yields an extra \$10,800-\$12,8000 per year



### **Gaps: Indigenous-led Poverty Reduction**

- Inconsistent and oppressive Indigenous policy and practices in Canada have contributed to disproportionately high poverty, homelessness, and housing instability
- The poverty rate of Aboriginal Hamiltonians is 29.4%, versus 27.6% for Aboriginals in Ontario
- The poverty rate among Aboriginal children in Hamilton is 37%, compared to 28% for Aboriginals in Ontario and 24% for Hamilton's non-Aboriginal children
- Indigenous-led solutions are needed to support self-determination through truth and reconciliation, addressing root causes of Indigenous poverty



### Recommendations

### \$50 million investment over 10 years:

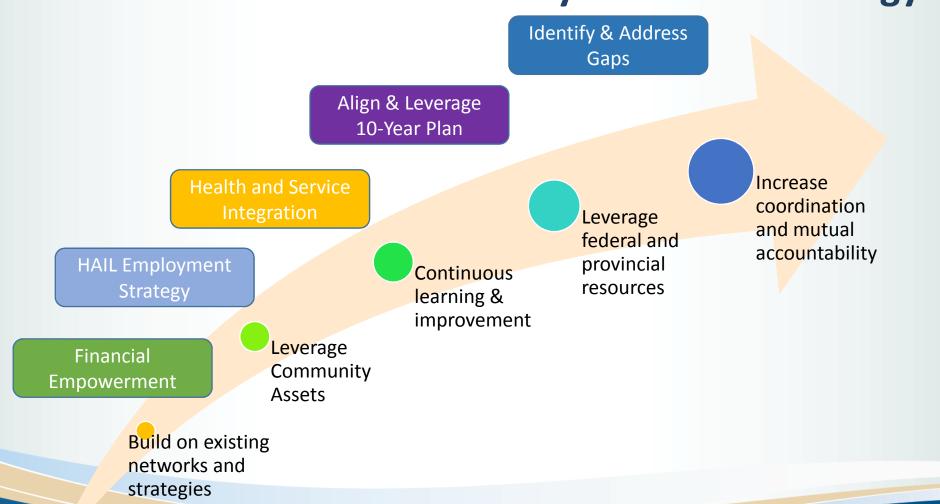
- \$30M over 10 years: Safe, stable, and affordable housing
- \$10M over 10 years: Pathways out of poverty
- \$10M over 10 years: Indigenous-led poverty reduction
- Leverage additional investments and resources from each level of government and other sectors
- Develop 10-Year Comprehensive Poverty Reduction Strategy



Targeted Investment Area	Amount	Estimated Impact Over 10 Years
Social Housing Capital Repairs	\$10 million over 2.5 years, 2017-19	200 social housing units back online
Portable Housing Allowances	\$10 million over 10 years (\$1 million /year)	Approximately 200 households receive support for up to 8 years
Housing Stability	\$5 million over 10 years (\$500,000/year)	Emergency support for approximately 6000 cases
Homelessness prevention through shelter diversion and housing case management	\$5 million over 10 years (\$500,000/year)	2500-3500 individuals avoid homelessness
Intensive wraparound for lone parent families	\$7.5 million over ten years (\$750,000)	3000 families build capacity to escape poverty through enhanced and integrated health, employment, recreation, and childcare programs
Nurse-Family Partnership	\$2.5 million over ten years (\$250,000/year)	400 individuals improve employment, education, and health outcomes to rise out of and break the cycle of poverty
Indigenous-led Poverty Reduction	\$10 million over 10 year (\$1 million/year)	Housing stability and wraparound supports for approximately 7000 households

Targeted Investment Area	Investment	Return on Investment
Housing Stability	\$36,000,000 (including Indigenous)	\$48,000,000-72,000,000  Direct savings estimated at \$1.33-2 on every dollar through reduced healthcare, social services, & criminal justice costs  Homelessness prevention potentially much higher:  Cost of proposed social housing investment \$5000/household/year  Versus institutional responses Hospital: \$130, 800/individual/year Jail: \$51,996/ year Shelter: \$13,000 - \$42,000/year
Intensive wraparound through early investment	\$14 million (including Indigenous)	\$70,000,000-112,000,000 \$5-8 ROI for every dollar estimated on accumulated benefits for two generations: reduced social assistance, increased employment income, tax benefits, reduced health and hospital costs

### **Cornerstone of 10-Year Poverty Reduction Strategy**



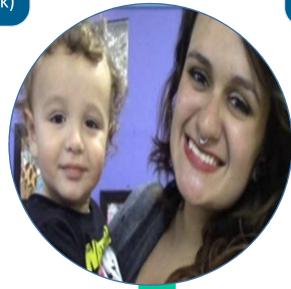


## Starting a New Cycle... Meet Michelle and Tyson

Tyson has high quality childcare, loving home; still low income, mother pursuing education

LEAP and childcare subsidy supporting continued education (OSSD, ECE, Social Work) Stable housing & nutrition; strong focus on parent and child development

Paid leadership role as Young Parent Community Researcher and Mentor



Intervention

Michelle's Cycle

Teenager in CAS' care, experience of abuse, eating disorder

Wraparound Supports through NFP, Mat Centre, Good Shepherd, housing

At 17, out of school, staying at Notre Dame Youth Shelter, pregnant

## **Choosing a path forward**

INVEST IN HOME AS THE FOUNDATION & WRAP AROUND HEALTH AND COMMUNITY SUPPORTS TO BUILD PATHWAYS OUT OF POVERTY

If Hamilton invests in supports for children and families, AND safe, stable, affordable housing for a decade....











- nearly learning & development
- school readiness



opost-secondary participation

- ncome (
- healthier children, families, community



- 👩 parental and family stress
- n social assistance use





- 🚺 emergency service use
- nealth services costs



poverty and chronic illness

## **Next Steps**

- Return to GIC with Investment Implementation Plan by June 2017
- Build comprehensive 10-Year Poverty Reduction Strategy by Q4 2018
  - Engage partnership networks and residents with lived experience to align existing strategies and integrate supports
  - Leverage federal and provincial resources
  - Identify system gaps, opportunities, priorities for action
  - Measure, assess, and respond to policy and local context
  - Collaborate with partners to increase access to: tax filing and benefits, support services, and employment

