



**DATE**: May 6, 2019

**TO:** Chair and Directors

Electoral Areas Services Committee

**FROM:** Russell Dyson

Chief Administrative Officer

Supported by Russell Dyson Chief Administrative Officer

**FILE**: 3350-20 / CP 1CV 19

R. Dyson

**RE:** Bylaw Updates Relating to Cannabis Cultivation, Processing and Sales

#### **Purpose**

The purpose of this report is to recommend the initiation of a review and update of the policies of the Official Community Plan (OCP) and the provisions of the Planning Procedures and Fees Bylaw and the Building Bylaw regarding cannabis.

#### Recommendation from the Chief Administrative Officer:

THAT the Comox Valley Regional District Board direct staff to report back to the board with a recommended bylaw update and communication plan for updating Bylaw No. 337 being the "Rural Comox Valley Official Community Plan Bylaw No. 337, 2014", Bylaw No. 328 being the "Comox Valley Regional District Planning Procedures and Fees Bylaw No. 328, 2014" and Bylaw No. 142 being the "Comox Valley Regional District Building Bylaw No. 142, 2011", as the bylaws relate to cannabis (CP 1CV 19).

#### **Executive Summary**

- The new federal *Cannabis Act* creates licencing categories that include cultivation, processing and sales (medical) and the provincial *Cannabis Control and Licensing Act* creates licencing for cannabis retail stores.
- Currently, the OCP, Bylaw No. 337 being the "Rural Comox Valley Official Community Plan Bylaw No. 337, 2014" only considers "medical marihuana production facilities" as it was defined under the now-repealed *Marihuana for Medical Purposes Regulations*. An update to the OCP will provide direction for zoning regulations and considerations for applications relating to the newly legalized cannabis uses.
- As the new provincial licensing process for retail stores requires the local government to gather the views of residents and allows for the imposition of a fee to cover associated costs, Bylaw No. 328 being the "Comox Valley Regional District Planning Procedures and Fees Bylaw No. 328, 2014", should be updated to impose that fee and specify a minimum level of consultation prior to consideration of a cannabis retail sales application.
- The Building Bylaw, Bylaw No. 142 being the "Comox Valley Regional District Building Bylaw No. 142, 2011", can be reviewed regarding how it relates to a cultivation of cannabis use.
- Staff recommends updating these bylaws as they relate to cannabis.

Prepared by:	Concurrence:	Concurrence:
J. MacLean	T. Trieu	A. Mullaly
Jodi MacLean, MCIP, RPP Rural Planner	Ton Trieu, MCIP, RPP Manager of Planning Services	Alana Mullaly, MCIP, RPP Acting General Manager of
	0 0	Planning and Development Services Branch

## **Background/Current Situation**

On May 14, 2018, during consideration of a zoning amendment bylaw to prohibit cannabis cultivation, processing and sale, the Electoral Areas Services Committee adopted the following resolution:

"THAT staff report back to the Electoral Areas Services Committee with a fulsome analysis of options regarding regulations once the Cannabis Act and related regulations have been approved and made available to the public."

The Cannabis Act and its regulations came into force on October 17, 2018. They require a person to hold a licence issued by Health Canada in order to work with cannabis. The licence can be issued under one of the following categories:

- Cultivation (standard)
- Cultivation (micro-cultivation)
- Cultivation (nursery)
- Processing (standard)
- Processing (micro-processing)
- Sale (medical)
- Analytical testing
- Research
- Cannabis drug licence

The province, under the Cannabis Control and Licensing Act, issues the licencing for:

• Cannabis retail stores

Before submitting an application for a licence under a cultivation, processing or sale category, Section 7 of the *Cannabis Regulations* requires the applicant to notify the local government, the local fire authority and the local police detachment (licencing for analytical testing, research and cannabis drugs do not involve local governments). If the proposed cultivation, processing or sale of cannabis is not consistent with the local government's Zoning Bylaw, then the licence may not be approved.

#### Context

Since legalization of cannabis by the federal government, Comox Valley Regional District (CVRD) staff have received numerous enquiries from members of the public assessing the feasibility of cultivation and sale in the rural areas. Because the Zoning Bylaw prohibits such activity, an application for a zoning amendment or Temporary Use Permit (TUP) is required for any property owner before they can apply for a federal or provincial cannabis licence. To date, two such applications (all TUP applications) have been submitted, all for "micro-cultivation" which is a cultivation licence limited to a maximum surface area of 200 square metres. In reviewing applications staff takes direction from the objectives and policies of the OCP. Because the OCP contemplated cannabis only in the form of "medical marihuana production facilities" (MMPFs), which were large, secure facilities (though none were constructed in the Comox Valley), there is

uncertainty in how smaller-scale proposals will be received in areas where the larger-scale production facilities were not permitted. Updating the OCP bylaw will provide a policy basis for future zoning regulations and clarity for the public regarding how applications will be reviewed.

#### Official Community Plan

The OCP was adopted in 2014 at a time when cannabis production and distribution was regulated by the *Maribuana for Medical Purposes Regulations*, and consequently, the OCP only speaks to MMPFs (equivalent to the new "standard cultivation" category) without consideration to micro-cultivation, processing or sale of cannabis. Policy 21.(2) of the OCP currently directs MMPFs to be considered only through a rezoning process and only in the Agricultural Areas and Resource Areas. The Agricultural Areas is a designation that overlaps with the *Agricultural Land Reserve* (ALR) and the Resource Areas is a designation that generally covers the areas used for forestry, primarily west of the Inland Highway. Policies 58.(3) and 62.(2) are the corresponding Agricultural Areas and Resource Areas policies that state the considerations for how a rezoning proposal will be reviewed.

The new framework, with allowances for smaller cultivation facilities with less requisite investments, makes operating such facilities feasible as accessory buildings in rural neighbourhoods, expanding existing legal (operated under a personal medical licence) facilities, or bringing illegal existing facilities into compliance.

Retail sales and processing of cannabis is consistent with the OCP's policies for commercial and industrial uses. Applications can be processed under those existing policies. While the OCP generally discourages the creation of new commercial and industrial areas outside of the Settlement Nodes, there are numerous existing commercial and industrial zoned properties where these uses may occur.

#### Agricultural Areas and Agricultural Land Reserve

Under the new framework, the ALR Regulations now allow cannabis cultivation, regardless of scale, but has conditions regarding buildings in which it is grown: they must have a base consisting entirely of soil or be a pre-existing, unaltered buildings constructed for the purpose of growing crops inside. BC Assessment currently does not accept cannabis production as a qualifying agricultural use for the purposes of evaluating farm status under the *Assessment Act*. However, within the ALR, cannabis cultivation is a "farm operation" as defined by the *Farm Practices Protection (Right to Farm) Act* for which nuisance (e.g. odour, noise) complaints are reviewed by the BC Farm Industry Review Board (BC FIRB) and exempted from local government nuisance bylaws. In 2018 the BC FIRB accepted two cases involving odour from a cannabis operation and are currently studying normal farm practices in that industry.

If the proposal is not consistent with the ALR Regulation then a non-farm use application is required. This type of application is reviewed by the CVRD Board in order to provide comments and recommendations to the Agricultural Land Commission (ALC), though the board has the option of refusing to forward the application to the ALC. Staff review of ALR applications are based on OCP policies, including Policies 21.(2) and (3) noted above and those listed in the Agricultural Areas section.

#### Building Bylaw

In the past, the CVRD has received numerous nuisance complaints regarding existing cannabis cultivation operations, mostly regarding sub-standard building construction and odour. Mandatory building permits for new buildings, or buildings whose use has changed, help address this concern. The proposed review would also include consideration of how a cultivation of cannabis use would be affected by the Building Bylaw, Bylaw No. 142, and its provisions for farm buildings.

#### Planning Procedures and Fees Bylaw

Regarding sales of recreational cannabis, should an applicant apply to the province for a cannabis retail store licence, Section 33 of the *Cannabis Control and Licensing Act* requires the province to refer the application to the local government and not approve it until the local government provides a "recommendation that the licence be issued".

This Act, combined with Section 13 of the *Cannabis Licensing Regulation*, requires the local government take into consideration a proposed store's location and how it may affect nearby residents, and must use one or more of the following methods to gather the views of residents of an area:

- "(a) by receiving written comments in response to a public notice of the application;
- (b) by conducting a public hearing in respect of the application;
- (c) by holding a referendum;
- (d) by using another method the local government...considers appropriate."

Section 35 allows the local government to impose fees, by bylaw, on an applicant in order to recover the costs incurred in assessing the application.

The proposed review of the Planning Procedures and Fees Bylaw would give consideration to the appropriate methods of gathering the views of residents and, based on those methods, the appropriate fee.

#### **Policy Analysis**

Section 471 of the *Local Government Act* (RSBC, 2015, c. 1) (LGA) authorizes a local government to establish an OCP for the purposes of stating objectives and policies to guide decisions on planning and land use management. Section 478 of the LGA requires subsequent zoning amendments to be consistent with the OCP. Section 475 requires the local government to consider opportunities for consultation, and specifically consider whether consultation is required with adjacent regional districts, municipalities, first nations, boards of education, improvement district boards, and provincial and federal governments and their agencies.

#### **Options**

The board may choose to:

- 1. Initiate a review and update of the Official Community Plan, Planning Fees and Procedures Bylaw and Building Bylaw as they relate to cannabis, or
- 2. Not initiate a process at this time.

Staff recommends option 1. Should the board choose to initiate the review process, staff will report back to the board with a recommended update and communication plan.

#### **Financial Factors**

These costs of the review process will be covered by the electoral areas planning function.

#### **Legal Factors**

The proposed review process is intended to ensure consistency of CVRD policies and regulations with relevant legislation that affects cannabis, including the federal *Cannabis Act* and the provincial *Cannabis Control and Licensing Act*, the *Cannabis Distribution Act* and the *Agricultural Land Commission Act*.

#### **Regional Growth Strategy Implications**

The Regional Growth Strategy includes goals and policies related to maintaining a high quality of life for residents, encouraging responsible expansion of the economic base of the Comox Valley, and promoting environmental best practices. Any proposed bylaw amendment must be consistent with this direction. The proposed bylaw amendment process includes referrals to the municipalities of Courtenay, Comox and Cumberland.

## **Intergovernmental Factors**

Should the board choose to initiate the review process, staff will provide the board with a communication plan that include a list of agencies and First Nations which may be referred to for comment.

#### Interdepartmental Involvement

The review process includes referrals to relevant CVRD departments and their responses are incorporated into the considerations.

#### Citizen/Public Relations

Should the board choose to initiate the review process, staff will report back to the board with a recommended communication plan.



**FILE**: 3350-20 / CP 1CV 19

Supported by Russell Dyson Chief Administrative Officer



DATE: September 4, 2019

TO: Chair and Directors

Electoral Areas Services Committee

FROM: Russell Dyson

Chief Administrative Officer

R. Dyson

RE: Bylaw Updates Relating to Cannabis Cultivation, Processing and Sales

## **Purpose**

To provide recommendations to the Comox Valley Regional District (CVRD) Board (the board) regarding a communication plan (Appendix A) an update to the Official Community Plan (Appendix B), and updates to the Planning Procedures and Fees Bylaw (Appendix C) and Building Bylaw (Appendix D) as the bylaws relate to cannabis cultivation, processing and sales.

#### Recommendations from the Chief Administrative Officer:

THAT the Comox Valley Regional District Board endorse the communication plan as outlined in Appendix A and the recommended bylaw update information outlined in Appendix B of staff report dated September 4, 2019, and direct staff to start the external agency referral process for making provisions regarding cannabis in Bylaw No. 337 being the "Rural Comox Valley Official Community Plan Bylaw No. 337, 2014" (CP 1CV 19);

AND FINALLY THAT Comox Valley Regional District staff consult with First Nations in accordance with the referrals management program dated September 25, 2012.

- THAT the board consider first, second and third readings of Bylaw No. 584, being the "Comox Valley Regional District Planning Procedures and Fees Bylaw No. 328, 2014, Amendment No. 3" (CP 1CV 19), which inserts a procedure and fee relating to cannabis retail referrals (Appendix C).
- 3. THAT the board consider first, second and third readings of Bylaw No. 585, being the "Comox Valley Regional District Building Bylaw No. 142, 2014, Amendment No. 4" (CP 1CV 19), regarding the applicability of the bylaw to cannabis cultivation within farm buildings (Appendix D).

#### **Executive Summary**

- The recommended amendment to the Official Community Plan, Bylaw No. 337 being the "Rural Comox Valley Official Community Plan Bylaw No. 337, 2014" (OCP), would delete the existing policies referencing "Medical Marihuana Production Facilities" and replace them with a list of policy considerations for considering cannabis cultivation (Appendix B).
- Policies relating to the sale and processing of cannabis would remain integrated in the OCP's existing policies for commercial and industrial uses.
- The recommended communication plan includes referrals to First Nations, provincial and local government agencies, a webpage on the CVRD Website, memos to all Advisory Planning Commissions, newspaper notices and a public hearing (Appendix A).

- The recommended amendment to the Planning Procedures and Fees Bylaw, Bylaw No. 328 being the "Comox Valley Regional District Planning Procedures and Fees Bylaw No. 328, 2014", would insert a \$1,000 fee payable by an applicant of a cannabis retail license and require public notification in order to fulfill the CVRD's role of gathering the views of residents as required in the *Cannabis Control and Licensing Act* (Appendix C).
- The recommended amendment to the Building Bylaw, Bylaw No. 142 being the "Comox Valley Regional District Building Bylaw No. 142, 2011", would clarify that buildings being used for cannabis cultivation do not qualify as "low human occupancy farm buildings" which would be exempt from Building Permits (Appendix D).
- Staff recommends consultation outlined in the communication plan (Appendix B) be initiated based on the policy updates to the OCP outlined in Appendix A, and that first, second and third readings to the updates to the Planning Procedures and Fees Bylaw and the Building Bylaw be given.

Prepared by:	Concurrence:	Concurrence:
J. MacLean	T. Trieu	S. Smith
Jodi MacLean, MCIP, RPP Rural Planner	Ton Trieu, MCIP, RPP Manager of Planning Services	Scott Smith, MCIP, RPP General Manager of Planning and Development Services Branch
Stakeholder Distribution (U	pon Agenda Publication)	

## **Background/Current Situation**

On May 28, 2019, in response to the role created for local government in regulating the cultivation, processing and sale of cannabis, the CVRD Board adopted the following resolution:

"THAT the Comox Valley Regional District Board direct staff to report back to the board with a recommended bylaw update and communication plan for updating Bylaw No. 337 being the "Rural Comox Valley Official Community Plan Bylaw No. 337, 2014", Bylaw No. 328 being the "Comox Valley Regional District Planning Procedures and Fees Bylaw No. 328, 2014" and Bylaw No. 142 being the "Comox Valley Regional District Building Bylaw No. 142, 2011", as the bylaws relate to cannabis (CP 1CV 19)."

The Cannabis Act and its regulations came into force on October 17, 2018. Along with the Cannabis Control and Licensing Act, the federal/provincial licencing framework allows local governments to regulate the use of cultivation, processing and sale of cannabis through its land use regulations. Currently, the OCP directs production of medical cannabis to the Agricultural and Resource Areas and does not contemplate non-medical cannabis production, while the Zoning Bylaw broadly prohibits the commercial production, cultivation, processing and sale of cannabis in all zones.

#### Official Community Plan, Bylaw No. 337

Among other objectives, the OCP provides policy direction for the Zoning Bylaw and direction for reviewing planning applications. Section 21(2), concerning "economy and industry – policies (emergent industries)" which currently directs that site-specific rezonings be used to allow for the production of medical cannabis and only in the Agricultural Areas and Resource Areas, will be deleted and replaced with more specific provisions addressing commercial cannabis production. The draft policy (Appendix B) lists considerations for generally regulating or considering site-specific

rezonings, including impacts affecting adjacent land uses and cumulative impacts affecting a neighbourhood. The draft policy directs that cultivation of cannabis be considered an agricultural or industrial use, meaning that it could be permitted and regulated in the Rural Settlement Areas and other areas where agricultural or industrial uses are permitted. Specific to the Agricultural Areas (e.g. areas within the *Agricultural Land Reserve* (ALR)) Section 58(3) directs that consideration be given to consistency with relevant ALR Regulations and bylaw standards as published by the Ministry of Agriculture. Similarly, Policy 62.(2) which is applicable to the Resource Areas only and currently lists those factors recommended to be moved to Section 21 so they apply broadly to all areas, would be replaced with the direction that cannabis cultivation and processing be directed away from the Comox Lake watershed and other watersheds relied upon for drinking water.

These draft revisions would direct cannabis retail stores to locate in accordance with the OCP's existing provisions for other commercial uses.

#### Planning Procedures and Fees Bylaw, Bylaw No. 328

Sections 33 to 35 of the *Cannabis Control and Licensing Act* state that the province must not issue a licence to sell cannabis unless the local government provides a "recommendation that the licence be issued" and that if the local government opts to provide comments and recommendations, it must gather the views of residents beforehand. That Act also states that the local government may impose fees, by bylaw, on the applicant in order to recover the costs incurred in assessing the application.

The draft bylaw amendment inserts a fee of \$1,000 payable by the applicant of a cannabis retail license and inserts a requirement that the CVRD gather the views of residents via a mailed notice (Appendix C). The notification radius is the same as planning applications, specified in Schedule A, Section 1(h) of the bylaw.

After the board reviews the referral and responses to the notification, the board may provide comments and recommendations to the province regarding the referral. Alternately, should the board seek to gather further views of residents, the bylaw allows the board to order a public information session (applicant incurs an additional \$1,000 fee) or statutory public hearing (applicant incurs additional \$1,500 fee) or an alternate notification area.

#### **Building Bylaw**

Building Bylaw, Bylaw No. 142, requires an owner to obtain a Building Permit prior to constructing, altering, or changing the occupancy of a building but exempts "low human occupancy farm buildings located on land classified as 'farm' under the Assessment Act'. The draft amendment to the Building Bylaw clarifies that buildings being used for cannabis cultivation do not qualify as "low human occupancy farm buildings" (Appendix D).

#### Communication Plan

The communication plan (Appendix A) includes the following means of outreach to notify members of the public of the proposed amendments:

- Forward referrals to First Nations, provincial and local government agencies
- Webpage at www.comoxvalleyrd.ca/cannabis
- Memos to all Advisory Planning Commissions
- Newspaper notices
- Public hearing

If the communication plan is adopted as presented, the referrals would be sent and the webpage posted as soon as possible. The October meetings of the Advisory Planning Commissions would

include a memo regarding these proposed amendments. Based on the recommendations and feedback, first and second readings of the bylaws could occur in December and a public hearing in January.

#### **Policy Analysis**

Section 471 of the *Local Government Act* (RSBC, 2015, c. 1) (LGA) authorizes a local government to establish an OCP for the purposes of stating objectives and policies to guide decisions on planning and land use management. Section 478 of the LGA requires subsequent zoning amendments to be consistent with the OCP. Section 475 requires the local government to consider opportunities for consultation, and specifically consider whether consultation is required with adjacent regional districts, municipalities, First Nations, boards of education, improvement district boards, and provincial and federal governments and their agencies (Appendix A).

Section 33 of the *Cannabis Control and Licensing Act* requires the local government to gather the views of residents of an area prior to the province issuing a retail store licence. Section 35 authorizes the local government to impose fees on the applicant in order to recover the costs incurred in assessing an application for a cannabis retail store.

#### **Options**

Regarding the update to the OCP, the board may choose to:

- 1. Initiate a bylaw amendment process by adopting the communication plan, or
- 2. Not initiate a process at this time.

Regarding the update to the Planning Procedures and Fees Bylaw, Bylaw No. 218, the board may choose to:

- 1. Provide first, second and third readings of the bylaw as presented, or
- 2. Not update the bylaw at this time.

Regarding the update to the Building Bylaw, Bylaw No. 142, the board may choose to:

- 1. Provide first, second and third readings of the bylaw as presented, or
- 2. Not update the bylaw at this time.

Staff recommends options 1, to proceed with initiating the OCP bylaw amendment process with the proposed communication plan as presented, and providing first, second and third readings to the Planning Procedures and Fees Bylaw and Building Bylaw.

#### **Financial Factors**

Costs associated with this bylaw amendment process will include the cost of holding a public hearing, statutory advertising, and community engagement. These costs will be covered by the electoral areas planning function.

#### **Legal Factors**

The proposed bylaw amendment process is intended to ensure consistency of CVRD policies and regulations with relevant legislation that affects cannabis, including the federal *Cannabis Act* and the provincial *Cannabis Control and Licensing Act*, and the *Cannabis Distribution Act*.

#### **Regional Growth Strategy Implications**

The Regional Growth Strategy includes goals and policies related to maintaining a high quality of life for residents, encouraging responsible expansion of the economic base of the Comox Valley, and promoting environmental best practices. The proposed bylaw amendments are consistent with this

direction. The proposed bylaw amendment process includes referrals to the municipalities of Courtenay, Comox and Cumberland.

#### **Intergovernmental Factors**

The proposed communication plan (Appendix A) and the bylaw amendment process includes a list of agencies and First Nation organizations which may be referred to for comment.

## Interdepartmental Involvement

An internal referral to relevant CVRD departments has been issued and the initial responses incorporated into this process. Further comments will incorporated into future reports during the bylaw amendment process.

#### Citizen/Public Relations

The proposed communication plan (Appendix A) includes provisions for public engagement, a public hearing, and referrals to all Advisory Planning Commissions.

Attachments: Appendix A – "Communication Plan (CP 1CV 19)"

Appendix B – "Summary of recommended OCP bylaw amendments relating to

cannabis"

Appendix C - "Planning Procedures and Fees Bylaw Amendment"

Appendix D – "Building Bylaw Amendment"



# Appendix A Communication Plan

Subject: Official Community	Plan Bylaw Update (Cannabis)	<b>File:</b> CP 1CV 19
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## **Purpose**

To outline a consultation process relating to draft amendments to the Official Community Plan (OCP) Bylaw regarding cannabis.

#### **Target Audiences:**

- Residents within Electoral Area A (excluding Denman/Hornby Islands), B and C
- Comox Valley Regional District (CVRD) Board
- CVRD Electoral Areas Services Committee

#### Project Background:

- The federal *Cannabis Act* and provincial *Cannabis Control and Licensing Act* includes a role for local governments in regulating the location of cannabis licences for cultivation, processing or sales.
- Currently the OCP only considers "Medical Marihuana Production Facilities" as it was defined under the now-repealed *Marihuana for Medical Purposes Regulations*.
- As new federal and provincial regulations have changed industry standards and the role of local government, the OCP Bylaw is being updated to reflect these changes.
- Amendments to the OCP will include new policy considerations for regulating cannabis cultivation.

#### Spokesperson: Jodi MacLean, Rural Planner

## **Communication Objectives:**

- 1. To increase awareness on how the OCP Bylaw will relate to cannabis cultivation, processing and sales.
- 2. To provide detailed information to the Electoral Areas Services Committee (EASC) and CVRD Board to assist with the decision-making process.
- 3. To receive feedback regarding policy changes.
- 4. To accept comments and recommendations from external agencies relating to draft bylaw amendments.

Budget: \$1,500

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Communication/Engagement Strategies:

Elements	n/Engagement Strateg Description	Responsibility	IAP2	Budget	Due Date
Licincino	Description	responsibility	Spectrum	Daager	Due Duic
Webpage	Maintain the webpage with information and process timeline.  www.comoxvalleyrd.c a/cannabis	Content: Jodi Update/ Publish: Jennifer	Inform	Staff time	September 2019
First Nations	Mail/email referrals in accordance with the referrals management program and integrate responses into future EASC report.	Jodi	Consult	Staff time	October 2019
Provincial and local government agencies	Mail/ email information with draft bylaws and the bylaw referral form and integrate responses into future EASC report.	Jodi	Consult	Staff time	October 2019
Improvement districts, and school district	Mail/ email information with draft bylaws and the bylaw referral form and integrate responses into future EASC report.	Jodi	Consult	Staff time	October 2019
Advisory Planning Commissions (APCs)	Review background information and recommendations	Jodi	Inform	APCs operate under planning budget	October 2019
EASC	1st and 2nd reading	Jodi	Consult	Staff time	December 2019 or January 2020
Public Hearing Ads	Statutory advertisements required during OCP amendments.	Content: Jodi  Design/Book/ Distribute: Beverly	Inform	\$1,000	To be determined after scheduling of public hearing

Public	Statutory process to	Jodi	Consult	Staff time +	To be
Hearing	to receive feedback			\$500	scheduled
	from the public.	Display Design:		materials	by EASC
		Beverly		(e.g. poster	
		(content by		displays,	
		Planning)		etc.)	
CVRD Board	Present feedback	Jodi	Consult	Staff time	To be
	from public hearing				determined
	to EASC.				
	Consideration of 3 <sup>rd</sup>				
	Reading and				
	adoption.				

Approval History

Created by:	April 2, 2019
Jodi MacLean	
Amended:	

## Agency and First Nations Referral List

Pursuant to Section 475(2) and (4) of the *Local Government Act* (RSBC, 2015, c. 1), this list specifically considers whether consultation is required with the listed agencies. Those denoted with an  $\boxtimes$  will receive a referral of the proposal prior to a public hearing.

#### First Nations

K'ómoks First Nation	$\boxtimes$	Homalco (Xwemalhkwu) Indian Band
We Wai Kai First Nation	$\boxtimes$	Wei Wai Kum First Nation of the Kwiakah Treaty Society
Laich-Kwil-Tach Treaty Society		

## **Provincial Ministries and Agencies**

$\boxtimes$	Agricultural Land Commission		BC Assessment
	Ministry of Municipal Affairs and Housing		Ministry of Energy, Mines and Petroleum Resources
	Ministry of Environment and Climate Change Strategy		Ministry of Forests, Lands and Natural Resource Operations and Rural Development
	BC Parks	$\boxtimes$	Ministry of Transportation and Infrastructure
	BC Transit		Ministry of Jobs, Trade and Technology
	Ministry of Tourism, Arts and Culture		Ministry of Indigenous Relations and Reconciliation
$\boxtimes$	Ministry of Agriculture		Ministry of Labour
	Ministry of Health		

#### **Local Government**

Comox (Town of)	Alberni-Clayoquot Regional District
Courtenay (City of)	Strathcona Regional District
Cumberland (Village of)	Regional District of Mount Waddington
Islands Trust	Regional District of Nanaimo

#### Other

$\boxtimes$	Baynes Sound Denman / Hornby Islands (Electoral Area A) Advisory Planning Commission	$\boxtimes$	Agricultural Advisory Planning Commission
	Lazo North (Electoral Area B) Advisory Planning Commission		School District No. 71 (Comox Valley)
$\boxtimes$	Puntledge – Black Creek (Electoral Area C) Advisory Planning Commission	$\boxtimes$	Vancouver Island Health Authority (Environmental Health)
	Union Bay Improvement District		Fanny Bay Water Works District
	Ships Point Improvement District		





## Summary of Recommended Bylaw Amendments Relating to Cannabis

#### Official Community Plan, Bylaw No. 337

- Delete Section 21.(2) "Consider medical marihuana production facilities licensed pursuant to the marihuana for medical purposes regulations through a rezoning within the agriculture area and resource area designations subject to the conditions included in part 3 of this OCP."
- Insert Section 21.(2) "Cannabis cultivation may be permitted as an agricultural or industrial use where the size and configuration of the building(s) do not detract from the rural character of the surrounding area and there are measures to mitigate potential noise, glare, odour, and emissions relative to adjacent land uses."
- Insert Section 21.(3) "In addition to the considerations of Section 21.(2), applications involving cannabis cultivation should also provide:
  - (a) information pertaining to liquid and solid waste management systems;
  - (b) information pertaining to the provision of rainwater management that maintains or restores the natural hydrological regime of a property;
  - (c) mitigation of impacts on environmentally sensitive areas and/or features;
  - (d) consideration of the effect on any adjacent land uses including residential uses and working landscapes; and,
  - (e) consideration of the cumulative impacts of all cannabis cultivation and processing in an area.
- Delete Section 58.(3) "Consider a site specific rezoning application to permit medical marihuana production licensed pursuant to the marihuana for medical purposes regulations within the agriculture area designation subject to the following conditions:
  - (a) mitigation of potential noise, odour, glare and emissions relative to adjacent land uses through strategies, including, but not limited to: buffering, screening, building setbacks and building ventilation;
  - (b) size and configuration of the building(s) and lot;
  - (c) mitigation of potential impacts to agricultural capability of the lot, including, but not limited to: building footprint, soil classification, building location and building clustering;
  - (d) provision of security measures in accordance with federal government requirements, while respecting integration with the proposed siting and surrounding community;
  - (e) provision of adequate rainwater management to ensure that post-development peak flows do not exceed predevelopment peak flows;
  - (f) provision of adequate water supply and waste management systems;
  - (g) mitigation of potential traffic generation impacts;
  - (h) provision of adequate highway access and parking;
  - (i) provision for the disposal of all waste cannabis material in accordance with federal government requirements;
  - (j) mitigation of potential negative impacts on environmentally sensitive areas and/or features and the productive potential of adjacent resource lands; and

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- (k) consideration of whether siting for the component parts or medical marihuana production activities should be collectively or separately, in one location or on multiple sites, including the form and character, use, community integration and environmental implications."
- Insert Section 58.(3) with "New or modified cannabis cultivation, processing and sales within the ALR should consider consistency with relevant ALR Regulations and bylaw standards as published by the Ministry of Agriculture."
- Delete Section 62.(2) "Consider medical marihuana production licensed pursuant to the marihuana for medical purposes regulations through a site specific rezoning within the resource areas designation subject to consideration of the following:
  - (a) mitigation of potential noise, odour, glare and emissions relative to adjacent land uses through strategies, including, but not limited to: buffering, screening, building setbacks and building ventilation;
  - (b) size and configuration of the proposed building(s) and lot;
  - (c) mitigation of potential negative impacts on environmentally sensitive areas including the security, quality and quantity of drinking water;
  - (d) provision of adequate rainwater management to ensure that post-development peak flows do not exceed predevelopment peak flows;
  - (e) provision of adequate water supply and waste management systems;
  - (f) mitigation of potential traffic generation impacts;
  - (g) provision of adequate highway access and parking,
  - (h) mitigation of potential negative impacts on environmentally sensitive areas and/or features."
- Insert Section 62.(2) with "Cannabis cultivation and processing should be directed away from the Comox Lake watershed and other watersheds relied upon for drinking water."
- Cannabis retail sales deemed to be a commercial use and may be considered in accordance with the OCP's existing provisions for other commercial uses.

#### Other Bylaw Amendments

#### 1. Planning Procedures and Fees Bylaw, Bylaw No. 328

- Insert requirement that CVRD mail notices using notification radius used for planning applications.
- Insert referral fee of \$1,000.

#### 2. Building Bylaw, Bylaw No. 142

• Add the following underlined portion to Section 5.(2) "(e) low human occupancy farm buildings located on land classified as "farm" under the Assessment Act on the date on which the application for permit was made, except buildings and structures used for activities subject to a cultivation or processing licence under the Cannabis Act;"



# Appendix C: Bylaw Status Report

BYLAW NO. 584				
Bylaw Name: Comox Valley Regional District Planning Procedures and Fees No. 328, 2014, Amendment No. 3				
Applicant:				
Electoral Area:	All Electoral Areas			
File Number:	CP 1CV 19			
Participants:	All Electoral Areas			
Purpose:	To amend the Planning Procedures and Fees Bylaw in order to insert a fee and procedure regarding referrals of cannabis retail stores.			
Amends Bylaw:	328			
Repeals Bylaw:	N/A			
Staff Contact:	Jodi MacLean			

STATUS	
Application Received	
Electoral Areas Services Committee Approval:	Date Recommendation:
Comox Valley Regional District Board:	1st Reading:
Comox Valley Regional District Board:	2nd Reading:
Public Hearing:	
Comox Valley Regional District Board:	3rd Reading:
Ministry of Municipal Affairs and Housing:	Required: No Date Sent: Date Approved:
Comox Valley Regional District Board:	Final Adoption:

## Comox Valley Regional District Bylaw No. 584

A Bylaw to Amend the "Comox Valley Regional District Planning Procedures and Fees Bylaw No. 328, 2014" in order to insert a fee and procedure regarding referrals of cannabis retail stores.

WHEREAS Section 33 of the Cannabis Control and Licensing Act requires the local government for the area in which a prescribed class of licence relating to the sale of cannabis is proposed to be located be given a notice of the application and requires the local government to gather the views of residents of the relevant area prior to giving comments and recommendations responding to the notice;

**AND WHEREAS** Section 35 of the *Cannabis Control and Licensing Act* allows a local government that, under Section 33, gives comments and recommendations may, by bylaw, impose fees on the applicant in order to recover the costs incurred in assessing the application;

**NOW THEREFORE** the board of the Comox Valley Regional District, in open meeting assembled, enacts the following amendments to the "Comox Valley Regional District Planning Procedures and Fees" being Bylaw No. 328:

#### Amendment

- 1. Schedule A of Bylaw No. 328, being the "Comox Valley Regional District Planning Procedures and Fees Bylaw No. 328, 2014" is hereby amended by:
  - a. Inserting the following:

#### "(j) Cannabis licensing

- (i) When a notice of application is received in accordance with Division 3 of the *Cannabis Control and Licensing Act*, the views of residents shall be obtained by mailing a notice to owners and tenants. An additional method to gather the views of residents may be used when deemed appropriate by the board."
- 2. Schedule B of Bylaw No. 328, being the "Comox Valley Regional District Planning Procedures and Fees Bylaw No. 328, 2014" is hereby amended by:
  - a. Inserting the following: "(19) Cannabis licensing referral

\$1,000"

#### Citation

This Bylaw No. 584 may be cited as the "Comox Valley Regional District Planning Procedures and Fees Bylaw No. 328, 2014, Amendment No. 3."

Read a first time this	day of	20XX.	
Read a second time this	day of	20XX.	
Read a third time this	day of	20XX.	

Adopted this	day of	20XX.
Chair	Corporate Legislative	Officer
Valley Regional District Planning Proc	rue and correct copy of Bylaw No. 584, being redures and Fees Bylaw No. 328, 2014, Amen falley Regional District on the day of	idment No. 3," as
	Corporate Legislative	Officer



# Appendix D: Bylaw Status Report

BYLAW NO. 585		
Bylaw Name:	Comox Valley Regional District Building Bylaw No. 142, 2011, Amendment No. 4	
Applicant:		
Electoral Area:	All Electoral Areas	
File Number:	CP 1CV 19	
Participants:	All Electoral Areas	
Purpose:	To amend the Building Bylaw in order to clarify the applicability of the bylaw to cannabis cultivation within farm buildings.	
Amends Bylaw:	142	
Repeals Bylaw:	N/A	
Staff Contact:	Jodi MacLean	

STATUS	
Application Received	N/A
Electoral Areas Services Committee Approval:	Date Recommendation:
Comox Valley Regional District Board:	1st Reading:
Comox Valley Regional District Board:	2nd Reading:
Public Hearing:	
Comox Valley Regional District Board:	3rd Reading:
Ministry of Municipal Affairs and Housing:	Required: No Date Sent: Date Approved:
Comox Valley Regional District Board:	Final Adoption:

## Comox Valley Regional District Bylaw No. 585

A Bylaw to Amend the "Comox Valley Regional District Building Bylaw No. 142, 2011" in order to clarify the applicability of the bylaw to cannabis cultivation within farm buildings.

The board of the Comox Valley Regional District, in open meeting assembled, enacts the following amendments to the "Comox Valley Regional District Building Bylaw" being Bylaw No. 142:

#### Amendment

In Section 5(2) deleting the following:

"(e) low human occupancy farm buildings located on land classified as "farm" under the Assessment Act on the date on which the application for permit was made;"

and adding the following in its place:

"(e) low human occupancy farm buildings located on land classified as "farm" under the Assessment Act on the date on which the application for **permit** was made, except buildings and structures used for activities subject to a cultivation or processing licence under the Cannabis Act;"

#### Citation

This Bylaw No. 585 may be cited as the "Comox Valley Regional District Building Bylaw No. 142, 2011, Amendment No. 4."

Read a first time this	day of	20XX.
Read a second time this	day of	20XX.
Read a third time this	day of	20XX.
Adopted this	day of	20XX.
Chair	Corporate Legislative Officer	
I hereby certify the foregoing to be a true a Valley Regional District Building Bylaw No board of the Comox Valley Regional Distri	o. 142, 2011, Amendment No. 4," as ac	lopted by the
	Corporate Legislati	ve Officer



**FILE**: 3350-20 / CP 1CV 19

Supported by Russell Dyson Chief Administrative Officer



**DATE**: March 5, 2020

**TO:** Chair and Directors

Electoral Areas Services Committee

**FROM:** Russell Dyson

Chief Administrative Officer

Bylaw Updates Relating to Cannabis Cultivation, Processing and Sales

R. Dyson

#### Purpose

RE:

To summarize comments received from First Nations and external agencies (Appendix A), to recommend first and second reading of the proposed bylaw and authorize a public hearing be held.

#### Recommendation from the Chief Administrative Officer:

THAT the board give first and second reading to Bylaw No. 604, being the "Rural Comox Valley Official Community Plan Bylaw No. 337, 2014, Amendment No. 5", which updates policies relating to cannabis cultivation, processing and sales;

AND FINALLY THAT pursuant to Section 464(1) of the *Local Government Act* (RSBC, 2015, c.1), the board schedule a public hearing for Bylaw No. 604, being the "Rural Comox Valley Official Community Plan Bylaw No. 337, 2014, Amendment No. 5" (CP 1CV 19).

#### **Executive Summary**

- On October 1, 2019, the Comox Valley Regional District (CVRD) Board considered recommended policy amendments to address cannabis in the Official Community Plan, Bylaw No. 337 being the "Rural Comox Valley Official Community Plan Bylaw No. 337, 2014" (OCP), and adopted a resolution to refer the draft amendments to First Nation and external agencies for comment.
- Comments received are included in Appendix A.
- Based on feedback, the wording of the draft amendments has been adjusted to better direct the individual policies and is included in Appendix B.
- The recommended amendments delete existing policies that reference "medical marihuana production facilities" and replaces them with a list of considerations addressing cannabis cultivation and processing, such as creating permitted uses based siting and size criteria. Based on this policy direction, the Zoning Bylaw may be amended to allow the use in specified zones and with specified lot area and setback conditions.
- Policies relating to the sale of cannabis would remain integrated in the OCP's existing policies for commercial and industrial uses.
- Staff recommends that the proposed bylaw be given first and second readings and that a public hearing date be set.

Staff Report - Bylaw Updates	Relating to Cannabis Cultivation, Pr	rocessing and Sales Page 2		
Prepared by:	Concurrence:	Concurrence:		
J. MacLean	T. Trieu	S. Smith		
Jodi MacLean, RPP, MCIP Rural Planner	Ton Trieu, RPP, MCIP Manager of Planning Services	Scott Smith, RPP, MCIP General Manager of Planning and Development Services Branch		
Stakeholder Distribution (Upon Agenda Publication)				

	(-F-	<del>8</del>	,	
None				

#### **Background/Current Situation**

At its meeting of October 1, 2019, the CVRD Board received a report outlining an update to the OCP relating to cannabis and the board directed staff to begin the external agency referral process. As a summary, the update will delete those policies that refer to "medical marihuana production facilities" and insert policies directing that cannabis cultivation and processing be administered as an agricultural or industrial use with regulations to be implemented addressing the size and configuration of the buildings. The update would have cannabis sales administered in the same manner as other commercial uses.

Between October 2 and 7, 2019, staff sent out referrals to First Nations groups and external agencies. Note that any individual or agency can provide comments until the termination of the public hearing. The comments received are included in Appendix A and summarized below:

- K'ómoks First Nation, We Wai Kai Nation and the Wei Wai Kum Nation wrote that they do not have any comments or concerns. Other First Nations groups have not provided a response. Additional comments can be provided until the termination of the public hearing.
- Ministry of Transportation and Infrastructure has no objection to the proposed bylaw.
- Village of Cumberland supports the proposed amendment to the OCP.
- Advisory Planning Commissions see Citizen/Public Relations section below.
- Ministry of Agriculture provided feedback from the perspective of how the update would impact prospective cannabis producers. The feedback notes that overly restrictive policies can inhibit growth of this market and the transitioning of existing facilities to legal operations.

In response to this feedback, the draft wording has been adjusted to better direct the individual policies.

#### **Draft OCP Policies (Cannabis)**

First, Bylaw No. 604 would replace the "medical marihuana production facilities" policy in the Economy and Industry - Policies (Emergent Industries) (Section 23) with two policies. One directing that cannabis cultivation and processing be permitted in the Zoning Bylaw as an agricultural or industrial use with conditions relating to its size and siting to address potential for odour and emissions. As agricultural use is permitted in all residential zones where the lot is over 0.4 hectares, this policy will allow cannabis cultivation to be integrated into the "agricultural use" definition but include other regulations, such as maximum building sizes, minimum setbacks or lot

areas. In cases where a proposed facility could not meet the regulation, a property owner may submit an application (e.g. variance, rezoning, or temporary use). The other new policy within this section directs that the consideration of such applications address specific issues, such as rainwater management and the effects on adjacent land uses.

Second, Bylaw No. 604 would replace the "medical marihuana production facilities" policy in the Agricultural Areas (Section 58) with a policy that directs new proposed facilities to minimize their impact on the arable land of a property, as well as supporting consistency with Ministry bylaw standards and the regulations of the Agricultural Land Reserve. The Ministry of Agriculture produces zoning bylaw standards to promote consistency amongst local governments. The Ministry is currently in the process of updating the standards to incorporate cannabis cultivation.

Third, Bylaw No. 604 would replace the "medical marihuana production facilities" policy in the Resource Areas (Section 62) with a policy that directs the development of commercial cannabis facilities away from the Comox Lake watershed which is used for the provision of public drinking water. This is consistent with this designation's objective of protecting the drinking water supply's quality and quantity.

The update would have cannabis sales administered in the same manner as other commercial uses. Each designation addresses commercial uses in accordance with the objectives of that designation.

#### **Policy Analysis**

Section 471 of the *Local Government Act* (RSBC, 2015, c. 1) (LGA) authorizes a local government to establish an OCP for the purposes of stating objectives and policies to guide decisions on planning and land use management. Section 478 of the LGA requires subsequent zoning amendments to be consistent with the OCP.

#### **Options**

At this time, the board has the following options:

- 1. Approve first and second reading of Bylaw No. 604 (Appendix B) and authorize the public hearing be held.
- 2. Refer Bylaw No. 604 back to staff for revision.
- 3. Not proceed with amending the OCP regarding cannabis.

Based on the discussions contained within this report, staff recommends option 1.

#### **Financial Factors**

Costs associated with this bylaw amendment process will include the cost of holding a public hearing and advertising. These costs will be covered by the electoral areas planning function.

#### **Legal Factors**

The proposed bylaw amendment is intended to ensure consistency of CVRD policies and regulations with relevant legislation that affects cannabis, including the federal *Cannabis Act* and the provincial *Cannabis Control and Licensing Act*, and the *Cannabis Distribution Act*.

#### **Regional Growth Strategy Implications**

The Comox Valley Regional District Regional Growth Strategy includes goals and policies related to maintaining a high quality of life for residents, encouraging responsible expansion of the economic base of the Comox Valley, and promoting environmental best practices. The proposed bylaw amendment is consistent with this direction.

#### **Intergovernmental Factors**

Appendix A lists the comments received from First Nations and external agencies on this bylaw amendment.

#### Interdepartmental Involvement

An internal referral to relevant CVRD departments was issued and feedback incorporated into this report and draft bylaw.

#### Citizen/Public Relations

The following Advisory Planning Commissions reviewed and provided feedback on the draft amendments:

- Area A at their meeting of October 8, 2019
- Area B at their meeting of October 15, 2019
- Area C at their meeting of November 7, 2019
- Agriculture at their meeting of October 17, 2019

Their feedback was supportive of incorporating provisions to allow for cannabis cultivation, processing and sales with considerations being given to impacts on neighbourhoods, in terms of odour control, composting and traffic, and the potential loss of high quality soils to concrete pads.

Attachments: Appendix A – "Comments from External Agencies and First Nations" Appendix B – "Draft Bylaw No. 604"

#### 3350-20 / CP 1CV 19

From: Ton Trieu

**Sent:** Thursday, March 05, 2020 9:01 AM

To: Jodi MacLean

Cc: Sylvia Stephens

Subject: FW: cannabis referral

From: Monty Horton

Sent: March 5, 2020 8:47 AM

To: Ton Trieu <a href="mailto:ttrieu@comoxvalleyrd.ca">ttrieu@comoxvalleyrd.ca</a>; Carol McColl

Subject: RE: cannabis referral

The K'ómoks First Nation is in receipt of the above-mentioned application regarding amendments to the OCP and Zoning Bylaws to permit cannabis production and sale. This application is located within the K'ómoks statement of intent area; it is the interest of the K'ómoks Nation to respectfully maintain our rights and access to the lands and resources throughout our territory.

The K'ómoks First Nation does not have any comments to provide at this time regarding this application proceeding. Please note that this "no comment" response is specifically intended for this application and is without prejudice to all future consultation with our Nation regarding not only the renewal of this application but any other application or decision within the K'ómoks traditional territory.

Furthermore, we may choose in the future to address the issues of Aboriginal rights and/or title infringement and compensation through the treaty process, the courts or other dispute resolution processes. We also reserve the right to raise objections if any cultural use, archaeological sites or environmental impacts are identified when the above development is being carried out or if we discover impacts on our rights or interest that we had not foreseen.

Should you require any further information, please do not hesitate to contact our office.

Monty Horton Lands Manager K'omoks First Nation

"Care takers of the 'land of plenty' since time immemorial", ʔaɣajuθəm (eye-uhh-juu-eth-em Island Comox)

# WE WAI KAI NATION CAPE MUDGE BAND 690 Headstart Cres Campbell River, BC V9H 1V8



October 3, 2019

3350-20 / CP 1CV 19 J. MacLean

Comox Valley Regional District 600 Comox Road Courtenay, BC, V9N 3P6

Re: CVRD Referral CP 1CV 19 Cannabis

File: 3350-20 / CP 1CV 19 – Comox Valley Regional District

The We Wai Kai Nation is in receipt of the above-mentioned application regarding CVRD referral CP 1CV 19 Cannabis. This application is located within the We Wai Kai statement of intent area; it is the interest of the We Wai Kai Nation to respectfully maintain our rights and access to resources throughout our territory.

The We Wai Kai Nation has no comment at this time regarding this application being issued. Please note that this "No Comment" letter is specifically for this application and is without prejudice to all future consultation with our nation regarding other applications within our traditional territory including the renewal or any alteration of this application.

The We Wai Kai Nation may choose in the future to address the issues of Aboriginal rights and title infringement and compensation through the treaty process, the courts or other dispute resolution process. We also reserve the right to raise objections if any cultural use, archaeological sites or environmental impacts are identified when the above development is being carried out or if we discover impacts on our rights or interest that we had not foreseen.

Should you require any further information, please do not hesitate to contact our office.

Sincerely,

Samantha Chickite Lands & Referral Clerk We Wai Kai Nation

Telephone: (250) 914-1890 Fax: (250) 914-1891



## WEIWAIKUM FIRST NATION

1650 Old Spit Road, Campbell River, BC, Canada V9W-

3E8

Tel.: (250) 286-6949

Fax.:(250) 287-8838

TOLL FREE: 1-877-286-6949

December 02, 2019

Russel Dyson Chief Administrative Officer Comox Valley Regional District planning@comoxvalleyrd.ca 3350-20 / CP 1CV 19 R. Dyson J. MacLean

Re: Official Community Plan Bylaw Update Relating to Cannabis Cultivation, Processing, and Sales

The above application is located within the traditional territory of the Wei Wai Kum Nation as documented by evidence of historical use and the memories of our Elders. As holders of Aboriginal Title to these territories, the Wei Wai Kum First Nation maintains the right to make decisions concerning the use and protection of all lands, waters and resources within our territories.

The Wei Wai Kum Nation has reviewed the above-mentioned application regarding the Official Community Plan Bylaw Update for Comox Valley Regional District. We do not have any comments to provide at this time regarding this application. Please note that this "no comment" letter is specifically intended for this application and is without prejudice to any and all future consultation with our Nation regarding not only this application but any other application or decision within the Wei Wai Kum traditional territory.

The Wei Wai Kum Nation may choose in the future to address the issues of Aboriginal rights and title infringement and compensation through the treaty process, the courts or other dispute resolution process. We also reserve the right to raise objections if any cultural use, archaeological sites or environmental impacts are identified when the above development is being carried out or if we discover impacts on our rights or interest that we had not foreseen.

If you have any questions or concerns or would like to set up a meeting please contact me at 250-286-6949.

Regards,

Chief Chris Roberts

Wei Wai Kum First Nation

Bylaw Referral File: CP 10		-
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Page 5

## Bylaw Referral Form Response Summary

Development Proposal Referral Form
File: 3350-20 / CP 1CV 19 - Cannabis cultivation, processing and sale
(Planner: J. MacLean)

	Approval recommended for reasons outlined below  Approval recommended subject to conditions outlined below		Interests unaffected or general comments related to this development proposal outlined below  Approval NOT recommended due to reasons outlined below
	THAT the Council for the Village of Cu Bylaw No. 337, 2014 under File 3350-		* * *
	ed By:	s p	Title: Ken Ragers  Manager of Development  Services
Ager	ncy: Village of Cumb	perlan	Date: Oct 30 2019

Please return your response by **November 7, 2019** by fax to 250-334-4358 or by email to <a href="mailto:planning@comoxvalleyrd.ca">planning@comoxvalleyrd.ca</a>

## Jodi MacLean

From: Kelly, Brendan TRAN:EX <Brendan.Kelly@gov.bc.ca>

**Sent:** November 26, 2019 1:55 PM

To: Jodi MacLean

**Subject:** CVRD File: 3350-20/ CP 1CCV 19

#### MoT File 2019-05824

Regarding the above noted referral dated October 7, 2019. The Ministry of Transportation and Infrastructure has no objections to the proposed bylaw.

Brendan Kelly Senior Development Services Officer Ministry of Transportation and Infrastructure Vancouver Island District 250-334-6967



November 7, 2019

Jodi MacLean Rural Planner Planning and Development Services Branch Comox Valley Regional District

#### Sent by email

Dear Jodi MacLean:

Re: Bylaw Referral File: CP 1CV 19 (Official Community Plan Bylaw No. 337, 2014)

Thank you for providing the opportunity for the Ministry of Agriculture to provide comments on the Bylaw Referral File: CP 1CV 19 – Official Community Plan Bylaw No. 337, 2014 (the "Bylaw").

- While the Ministry acknowledges that local governments have the ability to regulate the production, processing and sale of cannabis through land use regulations, the Ministry is concerned that some of the proposed changes to the Bylaw are overly restrictive to cannabis producers. For example, Section 21(3) lists a series of five considerations that prospective cannabis producers should consider when submitting an application for cannabis production. With respect to these considerations, the Ministry has the following comments/questions:
  - 1) Given that producers of other agricultural commodities are not required to address these considerations when contemplating commencing a farm operation, it appears that these considerations are specifically targeting the cannabis sector;
  - 2) Section 8 of the Agricultural Land Reserve Use Regulation (the 'Regulation') states: (1) The use of agricultural land for producing cannabis lawfully may not be prohibited as described in section 4 if the cannabis is produced (a) outdoors in a field, or (b) inside a structure that, subject to subsection (2), has a base consisting entirely of soil. Does a cannabis producer need to address these considerations if they are proposing to produce cannabis lawfully in the Agricultural Land Reserve (ALR)?
  - 3) Specific to Section 21(3) (a)(b) and (c), how does the CVRD expect these requirements to be addressed? Would the cannabis producer be required to commission a report prepared by a professional agrologist and/or cannabis specialist?
  - 4) Specific to Section 21(3) (e), and similar to 3) above, how would a cannabis producer consider the cumulative impacts of all cannabis cultivation and processing in an area? Would they be expected to commission a study to determine this? Additionally, does the CVRD have the legal authority and expertise to evaluate and prohibit an operation based on this parameter?
  - 5) Section 62(2) "Cannabis cultivation and processing should be directed away from the Comox Lake watershed and other watersheds relied upon for drinking water." The Ministry is concerned that unless further defined this could eliminate most properties from producing cannabis in the rural areas. Does this only apply to area water delivery systems both public and private? Most of the Comox Valley is made up of watersheds and most rural residents get their water from wells in those watersheds. The Ministry would like to further understand how this might be applied.

- [Agricultural Areas] Section 58(3): Section 303, Agricultural Use, 2. Farm Use Regulations, v) Cannabis Production of Comox Valley Zoning Bylaw No. 520, 2019, requires that cannabis production within the ALR is consistent with the Regulation. As such and for clarity to the reader, the Ministry recommends rewording Section 58(3) of the Bylaw to ""New or modified cannabis cultivation, processing and sales within the Agricultural Land Reserve must be consistent with relevant Agricultural Land Reserve regulations and should consider consistency with bylaw standards as published by the Ministry of Agriculture."
- Section 8(2) of the Regulation allows the Local Government to restrict enclosed cannabis facilities within the Agricultural Land Reserve. Previously the Regional District selected to evaluate new operations through a rezoning application. The Ministry is unsure why this choice to develop prescriptive policies was selected over the rezoning process?
- As a general comment, presently, a substantial amount of cannabis produced in B.C reaches consumers via the illegal supply chain (i.e. the black market), which continues to represent a significant part of the B.C's cannabis market. The Province is committed to transitioning these growers to the legal market, but additional layers of regulation may discourage these growers from this transition. The Ministry notes that while the considerations in Section 21(3) are policies and not actual regulation, having overly restrictive policies may have an impact on transitioning illegal growers into the legal realm within the CVRD.

Please contact Ministry staff if you have any questions regarding the above comments.

Thank you for the opportunity to provide comments from an agricultural perspective with respect to this bylaw.

Sincerely,

Jill Hatfield, P.Ag., Regional Agrologist B.C. Ministry of Agriculture – Courtenay

Office: (250) 897-7518

E-mail: jill.hatfield@gov.bc.ca

Reed Bailey, Land Use Planner B.C. Ministry of Agriculture

Phone: (778) 698-3455 Email: reed.bailey@gov.bc.ca

Red Baily

Cc: Gord Bednard, Regional Planner, Agricultural Land Commission



# Bylaw Status Report

BYLAW NO. 604		
Bylaw Name:	Rural Comox Valley Official Community Plan Bylaw No. 337, 2014, Amendment No. 5	
Applicant:	Comox Valley Regional District	
Electoral Area:	A, B, C	
File Number:	CP 1CV 19	
Participants:	All Electoral Areas	
Purpose:	To amend the Rural Comox Valley Official Community Plan in response to adoption of the federal <i>Cannabis Act</i> and its regulations.	
Amends Bylaw:	337	
Repeals Bylaw:	N/A	
Staff Contact:	Scott Smith, General Manager of Planning and Development	

STATUS	
Electoral Areas Services Committee Approval:	
Comox Valley Regional District Board:	
Comox Valley Regional District Board:	
Public Hearing:	
Comox Valley Regional District Board:	
Comox Valley Regional District Board:	

2020.

#### Comox Valley Regional District

#### Bylaw No. 604

A bylaw to amend the "Rural Comox Valley Official Community Plan Bylaw No. 337, 2014" to address cultivation, processing and sales of cannabis.

WHEREAS the board has pursuant to the provisions of Section 477 of the Local Government Act (RSBC, 2015, c. 1), in preparing the Official Community Plan, and after first reading, given consideration, in sequence, to its most recent Financial Plan, the Agricultural Land Commission Act, and Waste Management Plan to ensure consistency between them and the Official Community Plan;

**AND WHERAS** the board desires to update the Rural Comox Valley Official Community Plan to address cultivation, processing and sales of cannabis;

**AND WHEREAS** pursuant to Section 473 and Section 477 (3) of the *Local Government Act* (RSBC, 2015, c. 1), the board considered consultation matters and held a public hearing on the proposed Official Community Plan amendment;

**NOW THEREFORE** the board of the Comox Valley Regional District in open meeting assembled, enacts the following amendments to the "Rural Comox Valley Official Community Plan Bylaw No. 337, 2014:

## Section One Text Amendment

1) Bylaw No. 337, being the "Rural Comox Valley Official Community Plan Bylaw No. 337, 2014," is hereby amended as set out in Schedule A attached to and forming part of this Bylaw.

#### Section Two Title

Read a first time this

1) This Bylaw may be cited as the "Rural Comox Valley Official Community Plan Bylaw No. 337, 2014, Amendment No. 5."

day of

Read a second time this	day of	2020.	
Public hearing held this	day of	2020.	
Read a third time this	day of	2020.	
I hereby certify the foregoing to be a true and correct copy of Bylaw No. 604, being the "Rural Comox Valley Official Community Plan Bylaw No. 337, 2014, Amendment No. 5", as read a third time by the board of the Comox Valley Regional District on the day of 2020.  Corporate Legislative Officer			

Adopted this	day of	2020.
Chair	Corporate Legislativ	ve Officer
	e and correct copy of Bylaw No. 604, bein Bylaw No. 337, 2014, Amendment No. 5  District on the day of	0
	Corporate Legislativ	ve Officer

## Schedule A

#### Section One <u>Text Amendment</u>

- 1. Part 2 Section 21 "Economy and industry policies (emergent industries)" be amended by deleting sub-section (2) and replacing it with the following:
  - "(2) Cannabis cultivation and processing may be permitted as an agricultural or industrial use where the size and configuration of building(s) do not detract from the rural character of the surrounding area and there are measures to mitigate potential noise, lighting, odour, and emissions relative to adjacent land uses."
- 2. Part 2 Section 21 "Economy and industry policies (emergent industries)" be amended by inserting the following text after sub-section (2):
  - "(3) "In addition to the considerations of Section 21.(2), applications involving cannabis cultivation and processing should also provide:
    - (a) information pertaining to solid waste management systems;
    - (b) information pertaining to the provision of rainwater management that maintains or restores the natural hydrological regime of a property;
    - (c) mitigation of impacts on environmentally sensitive areas and/or features;
    - (d) consideration of effects on any adjacent land uses including residential and civic uses and working landscapes; and,
    - (e) consideration of the cumulative impacts of existing and proposed cannabis cultivation and processing in an area.
- 3. Part 3 Section 58 "Agricultural areas policies (general)" be amended by deleting subsection (3) and replacing it with the following:
  - "(3) New or modified cannabis cultivation and processing should minimize the impact on the arable land of a property, be consistent with relevant ALR Regulations when located within the ALR, and consider consistency with bylaw standards as published by the Ministry of Agriculture."
- 4. Part 3 Section 62 "Resources areas policies (general)" be amended by deleting sub-section (2) and replacing it with the following:
  - "(2) Cannabis cultivation and processing should be directed away from the Comox Lake watershed."

## Section Two Housekeeping

5. Part 3 Section 60 "Agricultural areas – policies (commercial)" be amended by inserting a period and line break after the word "regulation", formatting the first instance of the words "resource areas" as an unnumbered section header, and deleting the following text:

"(2)".