

Provincial Agricultural Land Commission - Applicant Submission

Application ID: 59854

Application Status: Under LG Review

Applicant: 1135191 BC Ltd. Inc. No. BC1135191

Agent: Grant Land Surveying Inc.

Local Government: Nanaimo Regional District **Local Government Date of Receipt:** 10/04/2019

ALC Date of Receipt: This application has not been submitted to ALC yet.

Proposal Type: Subdivision

Proposal: The purpose of this proposal is to restore the property to its original configuration before 2018 and Plan EPP77233 (see attached). The applicant purchased the northern piece of the property and amalgamated with the southern part by Plan EPP77233 with the expectation that they would be able to install and operate greenhouses and a cannabis production facility. Due to regulatory uncertainty and change to cannabis production requirements in both 2018 and 2019, the project became no longer financially viable. As the project is not moving forward, the applicant would like to revert to the previous lot configuration.

See the document attached for a detailed history of the timeline.

Agent Information

Agent: Grant Land Surveying Inc.

Mailing Address: 580 10th STREET COURTENAY, BC V9N 1P8

Canada

Primary Phone:

Email:

Parcel Information

Parcel(s) Under Application

1. **Ownership Type:** Fee Simple **Parcel Identifier:** 030-513-383

Legal Description: Lot A District Lot 141 Nanoose and Newcastle Districts Plan EPP77233

Parcel Area: 16.3 ha

Civic Address: 981 Virginia Road, Parksville

Date of Purchase: 09/05/2018 **Farm Classification:** Yes

Owners

1. Name: 1135191 BC Ltd. Inc. No. BC1135191

Address:

103-1333 Jervis Street

Vancouver, BC

Applicant: 1135191 BC Ltd. Inc. No. BC1135191

Current Use of Parcels Under Application

1. Quantify and describe in detail all agriculture that currently takes place on the parcel(s).

Southern Parcel: Indoor cannabis production under a personal federal medical marijuana license.

Northern Parcel: No active agriculture is occurring.

2. Quantify and describe in detail all agricultural improvements made to the parcel(s).

Southern Parcel: A licensed micro-cannabis production facility was constructed in 2016. Northern Parcel: Perimeter drainage ditches were installed to eliminate conditions of standing water and

enable future field crop production. Fields have been monitored for potential invasive species. A topographical survey was undertaken and a preliminary site drainage plan was developed to support siting groundwater borrow pits for agricultural irrigation purposes.

A pre-existing, historical engineered road through the property was periodically graded and maintained.

3. Quantify and describe all non-agricultural uses that currently take place on the parcel(s).

No non-agricultural is occurring on either of the parcels.

Adjacent Land Uses

North

Land Use Type: Agricultural/Farm Specify Activity: Animal grazing

East

Land Use Type: Agricultural/Farm

Specify Activity: Single family dwellings

South

Land Use Type: Agricultural/Farm

Specify Activity: Single family dwellings

West

Land Use Type: Unused

Specify Activity: French creek/Vacant

Proposal

1. Enter the total number of lots proposed for your property.

12.1 ha 4.2 ha

2. What is the purpose of the proposal?

Applicant: 1135191 BC Ltd. Inc. No. BC1135191

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See the document attached for a detailed history of the timeline.

3. Why do you believe this parcel is suitable for subdivision?

The property is suitable for subdivision because up until 2018 it had previously been 2 lots. See titles attached (006-416-250 and 006-429-831)

4. Does the proposal support agriculture in the short or long term? Please explain.

Yes, by enabling separation of title to the lots, it increases the opportunity that they will each be able to be utilized for agriculture independent of each other.

5. Are you applying for subdivision pursuant to the ALC Homesite Severance Policy? If yes, please submit proof of property ownership prior to December 21, 1972 and proof of continued occupancy in the "Upload Attachments" section. No

Applicant Attachments

- Agent Agreement Grant Land Surveying Inc.
- Proposal Sketch 59854
- Other correspondence or file information Project Timeline
- Other correspondence or file information Corporate Reg. Summary
- Other correspondence or file information Plan of Subdivision
- Certificate of Title 030-513-383

| ALC A | ttachme | ents |
|-------|---------|------|
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None.

Decisions

None.

Applicant: 1135191 BC Ltd. Inc. No. BC1135191

TITLE SEARCH PRINT 2019-08-02, 10:31:12

File Reference: 210 Requestor: Sandy Grant

CURRENT INFORMATION ONLY - NO CANCELLED INFORMATION SHOWN

Title Issued Under SECTION 98 LAND TITLE ACT

Land Title District VICTORIA
Land Title Office VICTORIA

Title Number CA6787720 From Title Number CA6333442 CA6383090

Application Received 2018-05-09

Application Entered 2018-07-24

Registered Owner in Fee Simple

Registered Owner/Mailing Address: 1135191 BC LTD., INC.NO. BC1135191

103-1333 JERVIS STREET

VANCOUVER, BC

V6E 1E9

Taxation Authority Port Alberni Assessment Area

Description of Land

Parcel Identifier: 030-513-383

Legal Description:

LOT A DISTRICT LOT 141 NANOOSE AND NEWCASTLE DISTRICTS PLAN EPP77233

Legal Notations

THIS CERTIFICATE OF TITLE MAY BE AFFECTED BY THE AGRICULTURAL LAND COMMISSION ACT; SEE AGRICULTURAL LAND RESERVE PLAN NO. 5, DEPOSITED JULY 26TH, 1974

Charges, Liens and Interests

Nature: EXCEPTIONS AND RESERVATIONS

Registration Number: M76300

Registered Owner: ESQUIMALT AND NANAIMO RAILWAY COMPANY

Remarks: INTER ALIA

A.F.B. 9.693.7434A

118313G;

SECTION 172(3)

FOR ACTUAL DATE AND TIME OF REGISTRATION SEE ORIGINAL GRANT FROM E & N RAILWAY COMPANY **TITLE SEARCH PRINT** 2019-08-02, 10:31:12

File Reference: 210 Requestor: Sandy Grant

Duplicate Indefeasible TitleNONE OUTSTANDING

Transfers NONE

Pending Applications NONE

This letter is submitted in support of our application to return the Southern and Northern ALR Lots to their original status before the amalgamation.

In 2016, we applied to Health Canada for a license to produce Medical Cannabis at 981 Virginia Road (PID: 006-429-83: Part of Lot 1, District of Lot 141, Nanoose and Newcastle Districts, Plan 2273). Our application satisfied all of Health Canada's preliminary requirements for licensing (security clearance, approval of facility design, SOPs, etc.)

During July 2017, Health Canada confirmed to us that we were ready to begin construction. During this period, we had several meetings and discussions with the Regional District of Nanaimo (RDN) to ensure that the facility would meet all their Municipal requirements including building setbacks of 60 m from residential boundaries, 30 m from Agricultural Land Reserve (ALR) boundaries and 30 m inland from the top-of-bank along French Creek. On July 27, 2017 an environmental site visit conducted by Cooper Beauchesne and Associates Ltd documented an active eagle nest within the north-central portion of the property.

Throughout the remainder of 2017, various project preparation tasks such a perk test, an application for BC Hydro service, the re-design of greenhouses and processing facility, soil testing, irrigation design and additional agricultural crop layouts were completed.

In February 2018: In order to provide adequate protection for the resident eagles and their nest tree while still satisfying the above requirements of Health Canada and the RDN, we purchased the adjoining ALR property (PID: 006-416-250. That Part of Lot 1, District Lot 141, Lying to the North of a Boundary Parallel to and Perpendicularly Distant from the Northerly Boundary of said Lot 1) and **were successful in our application to combine these lots July 27, 2018.** The facility address would retain the civic address of "981 Virginia Road" as required by Health Canada to continue with the same application.

The combined site and proposed building plan for the facility on the Northern boundary of the combined lot was shared with the RDN to confirm it was still compliant with Municipal requirements.

By June 2018, we were ready to commence construction and project bids were solicited, however:

- On July 2018, the ALC-amended the Agricultural Land Use Reserve Use, Subdivision and Procedure Regulation (BC 171/2002) by adding a section 2(2.5) defining the types of structures considered a "Farm Use" by the ALC. The ALC released an Informational Bulletin 04 on August 15, 2018 which provided an explanation but left a number of unanswered questions regarding the concept of a building that "has a base consisting entirely of soil".
- The Regional District of Nanaimo only permits activities deemed by the ALC to be "Farm Use" on A-1 Zoned land or rezoning would have been required.

- In October 2018, a regulatory consultant and professional agrologist were procured and a greenhouse and building plan (which we understood to meet the tests of the new ALC Regulations Greenhouses are a Farm Use, and the Production Facility would be treated an as ancillary "necessary structure were developed.
- However, to develop RDN Building Permit application drawings and appropriate Civil, Mechanical and Structural engineering plans for both structures would have cost greater than \$60,000.
- Therefore, an Affirmation of Farm Use request was made to Martin Collins, Director of Policy and Planning at the ALC on November 15, 2018 with a detailed proposal and regulatory compliance rationale. A policy decision that the buildings would be interpreted as "Farm Use" for the purposes of a Building Permit was requested. On December 6, Director Collins responded that a policy decision would only be made by a Statutory Decision maker through the process of filing a Non-Farm Use permit application.
- The Non-Farm Use Permit Application was filed on February 21, 2019. It specifically highlighted the request for clarification for Farm Use. The first stage for review was with the Regional District of Nanaimo.
- On February 22, 2019 the Agricultural Land Commission Act and the Agricultural Land Use Regulation were quietly amended slightly to grant local governments the power over certain cannabis structures, while clarifying which type of structures Municipalities could not prohibit. The effect was to treat all cannabis production as "Farm Use". ALC staff continued to engage on Non-Farm Use Permits for cannabis well into the Spring and no direction was provided to Municipalities that their review of Non-Farm Use permits was no longer necessary, until an ALC Bulletin was released until May 8, 2019.
- The projects' Non-Farm Use permit application languished with the Regional District of Nanaimo from January until May 8, when a site meeting was held with the RDN Agricultural Advisory Committee. The following day (May 9) the City Planner and our consultant had a discussion regarding the ALC's Information Bulletin and agreed to cancel the Non-Farm Use Permit Application.
- Another key change was that ALC amended the soil deposition notification requirements, to a more onerous requirement, which did not align with the Municipal building permit application process to the RDN. Effectively a soil deposition authorization would be required before making a building permit application in order to have the regulatory certainty to proceed with the process of detailed building design. The ALC regulations continue to require authorizations for creation of parking lots and driveways to access structures on properties.

The cascade of regulatory changes and uncertainties noted above resulted in our inability to proceed with our project to construct a health Canada Facility on the site.

In January 2019, we obtained permission from Health Canada to move to a new site since 981 Virginia Road was no longer an option.

Although, the status of cannabis as an agricultural crop was reinstated by the ALC, we have constructed our facility elsewhere and are no longer able to move our application back to 981 Virginia Road. Nonetheless, we wish to continue our plan for the farming of the Southern plot.

We are requesting a subdivision such that the original 981 Virginia Road Lot (Southern lot) can be returned to farming by a family member and the Northern plot can be sold to pay off debts incurred throughout this process.

AGENT AUTHORIZATION LETTER

| Shannon Van Boeyen | | |
|--|---------------------------------------|---------------------------|
| . (wo) | Printed/typed name(s) of landowner(s) | |
| Grant Land Surveying hereby appoint | g Inc. (Sandy Grant BCLS) | to |
| | Printed/typed name of agent | |
| make application to the Agricultural Lan | nd Commission as agent on my/o | ur behalf with respect to |
| the following parcel (s): Insert lega | l description for each parcel under a | pplication |
| LOT A DISTRICT LOT 141 NANOC EPP77233 | SE AND NEWCASTLE DISTR | RICTS PLAN |
| Sandy Grant BCLS | | understand that as |
| Printed/typed nam | | |
| agent, I am required to ensure that all I submitted to and received from the Agr | | ormation being |
| Signature(s) of landowner(s): | | |
| Shannon van boeyen | Shannon Van Boeyen | 08/06/1993 |
| Signature | Printed Name | Date |
| | 7 | |
| Signature | Printed Name | Date |



Mailing Address: PO Box 9431 Stn Prov Govt Victoria BC V8W 9V3 www.corporateonline.gov.bc.ca

Location: 2nd Floor - 940 Blanshard Street Victoria BC 1 877 526-1526

BC Company Summary

For 1135191 B.C. LTD.

Date and Time of Search: August 02, 2019 11:33 AM Pacific Time

Currency Date: July 05, 2019

ACTIVE

BC1135191 **Incorporation Number:**

1135191 B.C. LTD. Name of Company:

Recognition Date and Time: Incorporated on September 25, 2017 02:50 PM Pacific In Liquidation: No

Time

Not Available Receiver: **Last Annual Report Filed:** No

REGISTERED OFFICE INFORMATION

Mailing Address: Delivery Address:

410-1333 WEST BROADWAY 410-1333 WEST BROADWAY VANCOUVER BC V6H 4C1 VANCOUVER BC V6H 4C1 **CANADA**

CANADA

RECORDS OFFICE INFORMATION

Mailing Address: Delivery Address:

410-1333 WEST BROADWAY 410-1333 WEST BROADWAY VANCOUVER BC V6H 4C1 VANCOUVER BC V6H 4C1

CANADA CANADA

DIRECTOR INFORMATION

Last Name, First Name, Middle Name:

BOEYEN, SHANNON VAN

Mailing Address: Delivery Address:

103-1333 JERVIS STREET 103-1333 JERVIS STREET VANCOUVER BC V6E 1E9 VANCOUVER BC V6E 1E9

CANADA CANADA

NO OFFICER INFORMATION FILED.

BC1135191 Page: 1 of 1