



AGENDA

INTERGOVERNMENTAL AFFAIRS COMMITTEE

March 21, 2019, 9:30 AM

LEGAL TRADITIONS COMMITTEE ROOM

Members

Mayor N. Nenshi

Councillor G-C. Carra, Vice-Chair

Councillor G. Chahal

Councillor P. Demong

Councillor J. Farkas

Councillor R. Jones

Councillor J. Magliocca

1. CALL TO ORDER
2. OPENING REMARKS
3. CONFIRMATION OF AGENDA
4. CONFIRMATION OF MINUTES
 - 4.1 Minutes of the Regular Meeting of the Intergovernmental Affairs Committee, 2019 January 17
5. POSTPONED REPORTS
(including related/supplemental reports)
None
6. ITEMS FROM OFFICERS, ADMINISTRATION AND COMMITTEES
 - 6.1 Alberta Urban Municipalities Association (AUMA) (Verbal), IGA2019-0174
 - 6.2 Federation of Canadian Municipalities (FCM) (Verbal), IGA2019-0175
 - 6.3 Calgary Metropolitan Region Board (CMRB) (Verbal), IGA2019-0176
 - 6.4 Calgary Metropolitan Region Board (CMRB) - Land Use Committee (Verbal), IGA2019-0177

- 6.5 Calgary Metropolitan Region Board (CMRB) - Intermunicipal Servicing Committee (Verbal), IGA2019-0178
- 6.6 Intermunicipal Committees (IMC) (Verbal), IGA2019-0180
- 6.7 Federal Budget Update (Verbal) - IGA2019-0368, IGA2019-0368
- 6.8 Cannabis Regulations Response and Update on Cannabis Legalization, IGA2019-0199

7. ITEMS DIRECTLY TO COMMITTEE

7.1 REFERRED REPORTS
None

7.2 NOTICE(S) OF MOTION
None

8. URGENT BUSINESS

9. CONFIDENTIAL ITEMS

9.1 ITEMS FROM OFFICERS, ADMINISTRATION AND COMMITTEES

9.1.1 YYC Matters - Update (Verbal)
Held confidential pursuant to sections 23 (local public body confidences) and 24 (advice from officials) of the *Freedom of Information and Protection of Privacy Act*.

9.1.2 Standing up for Canada's Responsible Energy Industry Advocacy Strategy,
IGA2019-0255

Review By: 2019 December 31

Held confidential pursuant to sections 23 (local public body confidences) and 24 (advice from officials) of the *Freedom of Information and Protection of Privacy Act*.

9.2 URGENT BUSINESS

10. ADJOURNMENT

Members of Council may participate remotely, if required.



MINUTES

INTERGOVERNMENTAL AFFAIRS COMMITTEE

**January 17, 2019, 9:30 AM
LEGAL TRADITIONS COMMITTEE ROOM**

PRESENT: Mayor N. Nenshi, Chair
Councillor G-C. Carra, Vice-Chair
Councillor G. Chahal
Councillor P. Demong
Councillor J. Farkas
Councillor R. Jones
Councillor J. Magliocca
*Councillor J. Gondek

ALSO PRESENT: Deputy City Manager B. Stevens
Acting Manager D. Shearer
Acting City Clerk D. Williams
Legislative Assistant L. Gibb

1. CALL TO ORDER

Councillor Carra called the Meeting to order at 9:30 a.m.

2. OPENING REMARKS

Councillor Carra provided opening remarks.

3. CONFIRMATION OF AGENDA

Moved by Councillor Jones

That the Agenda for the 2019 January 17 Regular Meeting of the Intergovernmental Affairs Committee be amended by adding Item 8.1, Campaign Financing Update (Verbal), VR2019-0004, as Urgent Business.

MOTION CARRIED

Moved by Councillor Farkas

That the Agenda for the 2019 January 17 Regular Meeting of the Intergovernmental Affairs Committee be confirmed, **as amended**.

MOTION CARRIED

4. CONFIRMATION OF MINUTES

- 4.1 Minutes of the Regular Meeting of the Intergovernmental Affairs Committee, 2018 December 20

Moved by Councillor Jones

That the Minutes from the Regular Meeting of the Intergovernmental Affairs Committee held, 2018 December 20, be confirmed.

MOTION CARRIED

5. POSTPONED REPORTS

None

6. ITEMS FROM OFFICERS, ADMINISTRATION AND COMMITTEES

- 6.1 Alberta Urban Municipalities Association (AUMA) (Verbal) - IGA2019-0076

Moved by Councillor Magliocca

That Item 6.1, IGA2019-0076 be postponed to the Call of the Chair.

MOTION CARRIED

Moved by Councillor Demong

That with respect to Report IGA2019-0076, the following be approved:

That the Intergovernmental Affairs Committee receives the Alberta Urban Municipalities Association (AUMA) (Verbal) Report for information.

MOTION CARRIED

- 6.2 Federation of Canadian Municipalities (FCM) (Verbal) - IGA2019-0077

A document entitled, "Intergovernmental Affairs Committee", dated Thursday, 2019 January 17, was distributed with respect to Report IGA2019-0077.

Mayor Nenshi assumed the Chair at 9:42 a.m. and Councillor Carra returned to his seat in Committee.

Moved by Councillor Magliocca

That with respect to Report IGA2019-0077, the following be approved:

That the Intergovernmental Affairs Committee receives the Federation of Canadian Municipalities (FCM) (Verbal) Report for information.

MOTION CARRIED

- 6.3 Calgary Metropolitan Region Board (CMRB) (Verbal) - IGA2019-0078

Moved by Councillor Carra

That with respect to Report IGA2019-0078, the following be approved:

That the Intergovernmental Affairs Committee receive the Calgary Metropolitan Region Board (CMRB) Verbal Report for information.

MOTION CARRIED

- 6.4 Calgary Metropolitan Region Board (CMRB) - Land Use Committee (Verbal) - IGA2019-0079

Moved by Councillor Carra

That with respect to Report IGA2019-0079, the following be approved:

That the Intergovernmental Affairs Committee receive the Calgary Metropolitan Region Board (CMRB) - Land Use Committee Verbal Report for information.

MOTION CARRIED

- 6.5 Calgary Metropolitan Region Board (CMRB) - Intermunicipal Servicing Committee (Verbal) - IGA2019-0080

Moved by Councillor Carra

That with respect to Report IGA2019-0080, the following be approved:

That the Intergovernmental Affairs Committee receive the Calgary Metropolitan Region Board (CMRB)- Intermunicipal Servicing Committee Verbal Report for information.

MOTION CARRIED

- 6.6 Intermunicipal Committees (IMC) (Verbal) - IGA2019-0081

Moved by Councillor Demong

That with respect to Report IGA2019-0081, the following be approved:

That the Intergovernmental Affairs Committee receive the Intermunicipal Committees (IMC) Verbal Report for information.

MOTION CARRIED

- 6.7 Calgary Airport Vicinity Protection Area Regulation Amendment - Verbal Update - IGA2019-0088

Councillor Carra declared a Pecuniary Interest and abstained from discussion and voting with respect to Report IGA2019-0088 and left the Legal Traditions Committee room at 9:56 a.m. and returned at 9:59 a.m.

Moved by Councillor Gondek

That Verbal Report IGA2019-0088 be postponed to today's Closed Meeting discussion, pursuant to Section 21 of the Freedom of Information and Protection of Privacy Act.

MOTION CARRIED

Councillor Carra declared a Pecuniary Interest and abstained from discussion and voting with respect to Report IGA2019-0088 and left the Legal Traditions Committee Room at 10:09 a.m. and returned to the Closed Meeting, at 10:26 a.m. upon discussion of the Item.

The Intergovernmental Affairs Committee rose and reported on this item following the Closed Meeting and Councillor Carra declared a Pecuniary Interest and left the Legal Traditions Committee Room at 11:17 a.m. and returned at 11:19 a.m. when the final vote was declared.

Administration in attendance during the Closed Meeting discussions with respect to Report IGA2019-0088.

Clerk's: D. Williams, L. Gibb. Advice: M. Bishoff, K. Cote. Observers: B. Stevens, D. Shearer, D. Corbin, A. McIntyre, A. Chan, N. Younger, N. Dharamsi, J. Clarke, T. Sakamoto, M. Sargent-Sands.

Moved by Councillor Gondek

That with respect to Verbal Report IGA2019-0088, the following be approved:

1. That the Intergovernmental Affairs Committee receive this Verbal Report for information; and
2. That the closed meeting discussions remain confidential pursuant to Section 21 of the Freedom of Information and Protection of Privacy Act.

MOTION CARRIED

7. ITEMS DIRECTLY TO COMMITTEE

7.1 REFERRED REPORTS

None

7.2 NOTICE(S) OF MOTION

None

8. URGENT BUSINESS

8.1 Campaign Financing Update (Verbal), VR2019-0004

Moved by Councillor Magliocca

That with respect to Verbal Report VR2019-0004, the following be approved:

That the Intergovernmental Affairs Committee receive Verbal Report on Campaign Financing, VR2019-0004, for information.

MOTION CARRIED

9. CONFIDENTIAL ITEMS

Moved by Councillor Demong

That pursuant to Sections 21, 23, 24 and 25 of the Freedom of Information and Protection of Privacy Act, the Intergovernmental Affairs Committee now move into Closed Meeting, at 10:11 a.m. to discuss confidential matters with respect to the following item:

- 6.1 Calgary Airport Vicinity Protection Area Regulation Amendment – Verbal Update, IGA2019-0088; and
- 9.1.1 2019 Provincial Election – Review and Prioritization of Advocacy Positions, IGA2018-1283.

MOTION CARRIED

Committee moved into Public Meeting at 11:17 a.m. with Mayor Nenshi in the Chair.

Moved by Councillor Chahal

That Committee rise and report.

MOTION CARRIED

9.1 ITEMS FROM OFFICERS, ADMINISTRATION AND COMMITTEES

- 9.1.1 Postponed - 2019 Provincial Election – Review and Prioritization of Advocacy Positions, IGA2018-1283

A confidential PowerPoint entitled "2019 Provincial Election Review and Prioritization of Advocacy Positions", dated 2019 January 17 be received for the Corporate Record.

Administration in attendance during the Closed Meeting discussions with respect to Report IGA2018-1283:

Clerk's: D. Williams, L. Gibb. Advice: A. Chan, J. Clark, K. Cote. Observers: B. Steven, D. Shearer, D. Corbin, A. McIntyre, A. Chan, N. Younger, N. Dharamsi, J. Clarke, T. Sakamoto, M. Surgenor-Sands.

Moved by Councillor Carra

That with respect to Report IGA2018-1296, the following be approved:

That with the Intergovernmental Affairs Committee:

1. Recommend that Council approve Administration Recommendations 1 and 3 and 2, as amended by Attachment 6;
2. Forward the Report, Attachments, including the Amendments as discussed at today's closed meeting, to Council for endorsement, in principle; and
3. Direct that this Report, Attachments and the PowerPoint Presentation received remain confidential pursuant to Sections 21, 23, 24 and 25 of the Freedom of Information and Protection of Privacy Act.

MOTION CARRIED

9.2 URGENT BUSINESS

None

10. ADJOURNMENT

Moved by Councillor Magliocca

That this meeting adjourn at 11:21 a.m.

MOTION CARRIED

The following Item has been forwarded to the 2019 February 04 Combined Meeting of Council:

Consent Closed Meeting

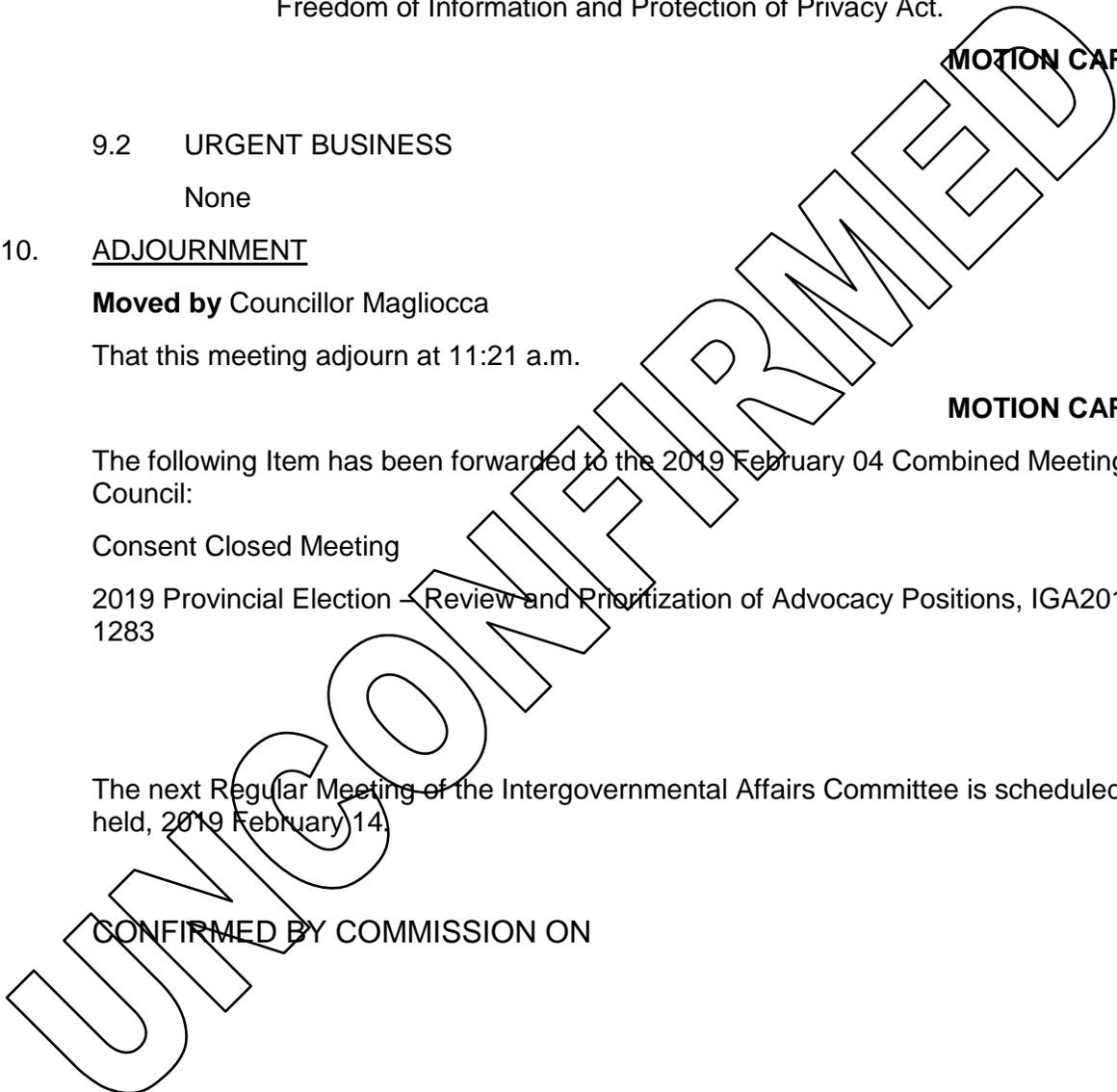
2019 Provincial Election – Review and Prioritization of Advocacy Positions, IGA2018-1283

The next Regular Meeting of the Intergovernmental Affairs Committee is scheduled to be held, 2019 February 14.

CONFIRMED BY COMMISSION ON

CHAIR

ACTING CITY CLERK



**Community Services Report to
Intergovernmental Affairs Committee
2019 February 14**

**ISC: UNRESTRICTED
IGA2019-0199**

Cannabis Regulations Response and Update on Cannabis Legalization

EXECUTIVE SUMMARY

On 2018 October 17, Bill C-45, *The Cannabis Act*, came into force legalizing non-medical cannabis in Canada. Non-medical cannabis is now legal in limited forms, including dried flower and low-concentration oils. On 2018 December 22, Health Canada released proposed regulations for cannabis extracts, edibles and topicals and invited feedback from Canadians until 2019 February 20. The federal government has committed to legalizing further forms of cannabis including extracts, edibles and topicals by 2019 October 17. This report provides Administration's analysis of the anticipated municipal impact of the proposed federal regulations as well as an overview of cannabis legalization in Calgary since 2018 October 17.

ADMINISTRATION RECOMMENDATION:

That the Intergovernmental Affairs Committee request that the Mayor submit a response on behalf of The City of Calgary to Health Canada on the proposed federal regulations, as outlined in this report.

PREVIOUS COUNCIL DIRECTION / POLICY

On 2017 July 24, Council approved The City's response to provincial engagement on cannabis legalization contained in Report IGA2017-0586. The response included: support for a privatized framework for retail cannabis sales, contingent upon the sharing of tax revenues with municipalities; advocacy for timely decisions by the provincial government to facilitate City processes; and advocacy for funding to support Calgary Police Service's role in legalization. A summary of The City's advocacy positions and comparisons to the proposed federal and provincial legislation is provided in Attachment 1.

BACKGROUND

In 2016, in anticipation of pending legalization, Administration established a working team of subject matter experts (SMEs) from across the organization, including representatives from Intergovernmental & Corporate Strategy, Law, Calgary Growth Strategies, Calgary Neighbourhoods, Calgary Community Standards, Calgary Transit, Human Resources, the Calgary Fire Department and the Calgary Police Service. This group identified issues of concern and potential impacts of legalizing cannabis to The City of Calgary, which formed the basis of The City's participation in both federal and provincial cannabis legalization engagement and the development of municipal advocacy positions. (Attachment 1)

On 2017 April 13, the Government of Canada introduced Bill C-45, *The Cannabis Act*, which came into force on 2018 October 17 to legalize and regulate certain forms of non-medical cannabis including: flower, low THC concentration oils, and seeds.

On 2017 November 10, the Government of Canada proposed an excise duty framework for cannabis products not to exceed \$1.00 per gram, or 10 per cent of the producer's sale price of that product, whichever is higher. It was also announced that provinces would receive a minimum of 75 per cent of the federal excise tax revenue and that the Goods and Services Tax (GST) would also be applied to retail cannabis sales.

On 2018 March 22, as part of the 2018-19 provincial budget, the Government of Alberta announced a 10 per cent tax on retail cannabis sales in Alberta to take effect upon legalization.

Community Services Report to
Intergovernmental Affairs Committee
2019 February 14

ISC: UNRESTRICTED
IGA2019-0199

Cannabis Regulations Response and Update on Cannabis Legalization

This tax was in addition to the 10 per cent federal excise tax, and was to be collected by the federal government and redistributed to the Government of Alberta.

On 2018 October 15, the Government of Alberta announced a Municipal Cannabis Transition Program (MCTP) to provide funding grants to municipalities to offset costs related to cannabis legalization. Under the MCTP, The City of Calgary is eligible to receive \$3.84M over two years. The City of Calgary submitted its application for MCTP funding on 2019 February 1. Over the timeframe covered by the MCTP, The City of Calgary is expected to spend \$10.44M in responding to cannabis legalization. A summary of the MCTP grant and the municipal costs is included in Attachment 2.

On 2018 November 22, the Alberta Gaming, Liquor and Cannabis Commission (AGLC) suspended the issuance of any further licences for cannabis retail stores due to a shortage of cannabis products.

On 2018, December 22 Health Canada released proposed regulations for cannabis extracts, edibles and topicals and invited feedback from Canadians until 2019 February 20.

INVESTIGATION: ALTERNATIVES AND ANALYSIS

Health Canada Feedback

The regulations for cannabis extracts, edibles, and topical products proposed by Health Canada focus primarily on packaging and labelling requirements and on ensuring that products will not be appealing to youth. An overview of the regulations being proposed is included in Attachment 3.

The bulk of the proposed regulations remain outside of the municipal purview, however, there are some opportunities to make the process more business-friendly and to ensure that municipal concerns are addressed:

- Ensuring that federal licensing is as straightforward as possible and that one operator/facility can obtain multiple licences. A straightforward licensing process would enable a single facility to provide a variety of services including the growing, production and processing of cannabis and would help to encourage entrepreneurial investment in the cannabis sector.
- Clarifying and streamlining the requirement that applicants notify municipalities of their application. Existing regulations require applicants to both apply for municipal Development and Building Permits as well as notify the municipality in writing of the intent to apply with the federal government to become a licensed producer. Incorporating the written notification into a municipal Development Permit application would reduce redundancy and confusion with applications.
- Clarifying the applicability of landfill setback requirements. The proposed regulations distinguish between edible cannabis products and food, as defined by the federal government. This distinction may have implications for provincial regulations, including the required setback for edible cannabis processing facilities from such uses as landfills and hazardous waste facilities. Health Canada should work with their provincial and municipal counterparts to ensure that concerns, such as setbacks for processing facilities, are carefully considered in the context of regulating edible cannabis products.
- Supporting the regulation requiring ventilation systems to remove odours. Proposed federal regulations include a requirement for ventilation filtration systems to prevent the

Cannabis Regulations Response and Update on Cannabis Legalization

escape of odours. This proposed regulation supplements existing municipal requirements and provides for federal oversight.

- Ensuring that equipment used in the production and refining of cannabis products is safe. Some methods of cannabis extraction, including Butane Hash Oil and Supercritical Carbon Dioxide extraction, present safety concerns such as flammable compounds or extreme pressures. The federal government should include sufficient regulatory safeguards to ensure that cannabis extraction facilities do not pose a safety risk.
- Supporting the identification of cannabis products through THC marking symbols on individually packaged edibles and products. The proposed federal regulation includes a stipulation that all products containing THC, including edibles and vape cartridges, display a standardized cannabis symbol. Identification of individual products with THC symbols will facilitate identification by municipal enforcement and aid in the application of federal, provincial and municipal laws.

In addition to the proposed regulations, Administration views the call for input as an opportunity to re-emphasize The City's advocacy position on funding related to the municipal regulation and enforcement of cannabis legalization. As far back as 2016 November, The City established an advocacy position that:

"... the federal government create a tax revenue proposal that includes funding being allocated to municipalities."

The federal government agreed to share an increased portion of the federal excise tax with provinces in order to offset municipal costs associated with legalization. However the funding announced by the provincial government under the MCTP is insufficient to cover these costs. As a result, Administration continues to advocate to both the federal and provincial governments for a funding model that acknowledges associated costs to the municipality. Municipal funding is critical in realizing the stated goals of the federal and provincial governments, which include the protection of public health, protecting youth and keeping profits out of the hands of the illicit market.

Municipal Cannabis Update

At the time of writing, there are 75 licensed stores operating in Alberta, with 24 located in Calgary. A summary of the number of stores by municipality and province is included in Attachment 4.

Administration continues to work with the AGLC and business owners in order to address the current suspension on licences. At the time of writing, 159 applications have received a released Development Permit from The City for a cannabis retail store. Currently only 24 of these businesses have obtained a provincial licence. Administration continues to investigate options for those businesses that have met the municipal requirements but are unable to open until the AGLC lifts its suspension. Administration will return to Council in the coming months with a plan to address the potential for Development Permits to lapse due to the inability to commence the use as a result of the AGLC's suspension.

At the time of writing, there are two federally licensed cannabis production facilities in Calgary and released development permit applications for an additional six facilities.

Administration continues to monitor the impact of cannabis bylaws on people experiencing vulnerability and is scheduled to return to Council later in 2019 with reports monitoring the impact on both the vulnerable population as well as festivals and events in Calgary.

Cannabis Regulations Response and Update on Cannabis Legalization

Stakeholder Engagement, Research and Communication

The municipal working group on cannabis legalization representing affected business units from across the Corporation has met in order to provide input from all affected areas. As the cannabis file continues to evolve, affected business units within The City meet on a regular basis to consider and respond to issues as they arise.

Strategic Alignment

The proposed federal and provincial legislation generally aligns with The City's previously established advocacy positions, with some exceptions, as outlined in Attachment 1.

The recommendations in this report align with Council Directive W1:

Council and Administration need to speak in a collective voice that improves communication with Calgarians to help them understand: the services The City delivers; how their taxes are invested; that their municipal government functions to serve Calgarians; and that their municipal government is well-run and efficient.

Social, Environmental, Economic (External)

Legalizing, regulating and restricting access to cannabis has social, environmental and economic implications. Administration's advocacy positions and proposed approach to municipal regulations will continue to consider the breadth of implications to City operations and Calgarians.

Financial Capacity

Current and Future Operating Budget:

The current proposal by the Government of Canada does not include a share of tax revenue for municipalities. The City continues to advocate for the sharing of revenues from the taxation of recreational cannabis with municipalities. Responsibilities delegated to municipalities from the provincial and federal legislative changes have resulted in the need for additional resources. The funding provided through the MCTP offered by the Government of Alberta is insufficient to offset the costs incurred by the municipality as a result of legalization. For the last several months, Administration has been tracking the financial impact on the affected business units. A summary of the costs to the municipality and funding offered in the MCTP is provided in Attachment 2.

Current and Future Capital Budget:

There are no capital costs associated with this report.

Risk Assessment

A downloading of responsibility from the federal and provincial governments, coupled with a lack of sufficient funding, will impact The City's ability to adequately resource and fund municipal priorities. To address this risk Administration is proposing continued advocacy to both the provincial and federal governments for a funding model which is sufficient to offset the costs to The City.

Community Services Report to
Intergovernmental Affairs Committee
2019 February 14

ISC: UNRESTRICTED
IGA2019-0199

Cannabis Regulations Response and Update on Cannabis Legalization

REASON(S) FOR RECOMMENDATION(S):

Health Canada is seeking feedback on draft regulations intended to address public health and public safety risks posed by edible cannabis, cannabis extracts and cannabis topicals. The City has the opportunity to provide feedback until 2019 February 20. A submission from the Office of the Mayor would address both the proposed federal regulations and the impact of the current funding arrangement.

ATTACHMENT(S)

1. Attachment 1 – The City of Calgary’s Advocacy Position – Comparison to proposed Federal and Provincial Legislation
2. Attachment 2 – Municipal Costs and MCTP Eligible Funding
3. Attachment 3 – Proposed Federal Regulations
4. Attachment 4 – Number of Provincially Licensed Cannabis Retail Stores

City of Calgary Advocacy Positions | Federal and Provincial Cannabis Legislation

City of Calgary Advocacy Position <ul style="list-style-type: none"> IGA2016-0737 (2016 November 03) IGA2017-0586 (2017 July 24) 	Government of Canada <ul style="list-style-type: none"> The Cannabis Act (2017 April 13) Proposed Approach to the Regulation of Cannabis (2017 November) Proposed Approach to the Regulation of Edibles, Concentrates and Topicals (2018 December) 	Government of Alberta <ul style="list-style-type: none"> Alberta Cannabis Framework (2017 October 4) Bill 29: An Act to Reduce Cannabis and Alcohol Impaired Driving (2017 November 29) Bill 26: An Act to Control and Regulate Cannabis (2017 November 30) Updates to the Alberta Gaming, Liquor and Cannabis Regulation (2018 February 16) Municipal Cannabis Transition Program - MCTP (2018 October 15)
<p>Engagement and role clarity:</p> <ul style="list-style-type: none"> Continue to engage municipalities throughout the legalization process to ensure clear delineation of roles and expectations between federal, provincial and municipal governments 	<p>The Government of Canada continues to engage municipalities, primarily through the Federation of Canadian Municipalities (FCM) as well as Health Canada. The latest federal consultations focused on the Government of Canada's proposed regulations for cannabis edibles, concentrates and topicals.</p> <p>The Cannabis Act articulates the role of the Government of Canada in legalization as well as what provincial governments, together with municipalities, will be responsible for.</p>	<p>The City of Calgary has been in direct communication with the Alberta Cannabis Secretariat (ACS) since 2017 June, communicating City concerns and lending City expertise to inform provincial policy, legislation and regulations. This engagement with The City will continue leading up to legalization in order to finalize all provincial regulations with municipal implications and ensure continued coordination between the two governments. Continued engagement is required to address cannabis tax revenue distribution and to ensure The City receives the resources it needs to keep Calgarians safe and well-served.</p> <p>The Alberta Cannabis Framework and associated legislation and regulations outlines the responsibilities of the Government of Alberta, as well as authority for municipalities to regulate in the areas of business licensing, public consumption and land use.</p>
<p>Authority of each order of government:</p> <ul style="list-style-type: none"> Advocate for a national or province-wide licensing system 	<p>Aligned with position. The Cannabis Act establishes a federal licensing system for production, and provincial (and possibly municipal) licensing for distribution and retail.</p>	<p>Aligned with position. Bill 26 allows for privately owned and operated cannabis retail stores. These stores will be provincially licensed through the Alberta Gaming and Liquor Commission (AGLC) but there is flexibility for additional municipal business licensing to govern these businesses according to local context. The City will continue to work closely with the AGLC to ensure alignment of provincial and City licensing.</p>

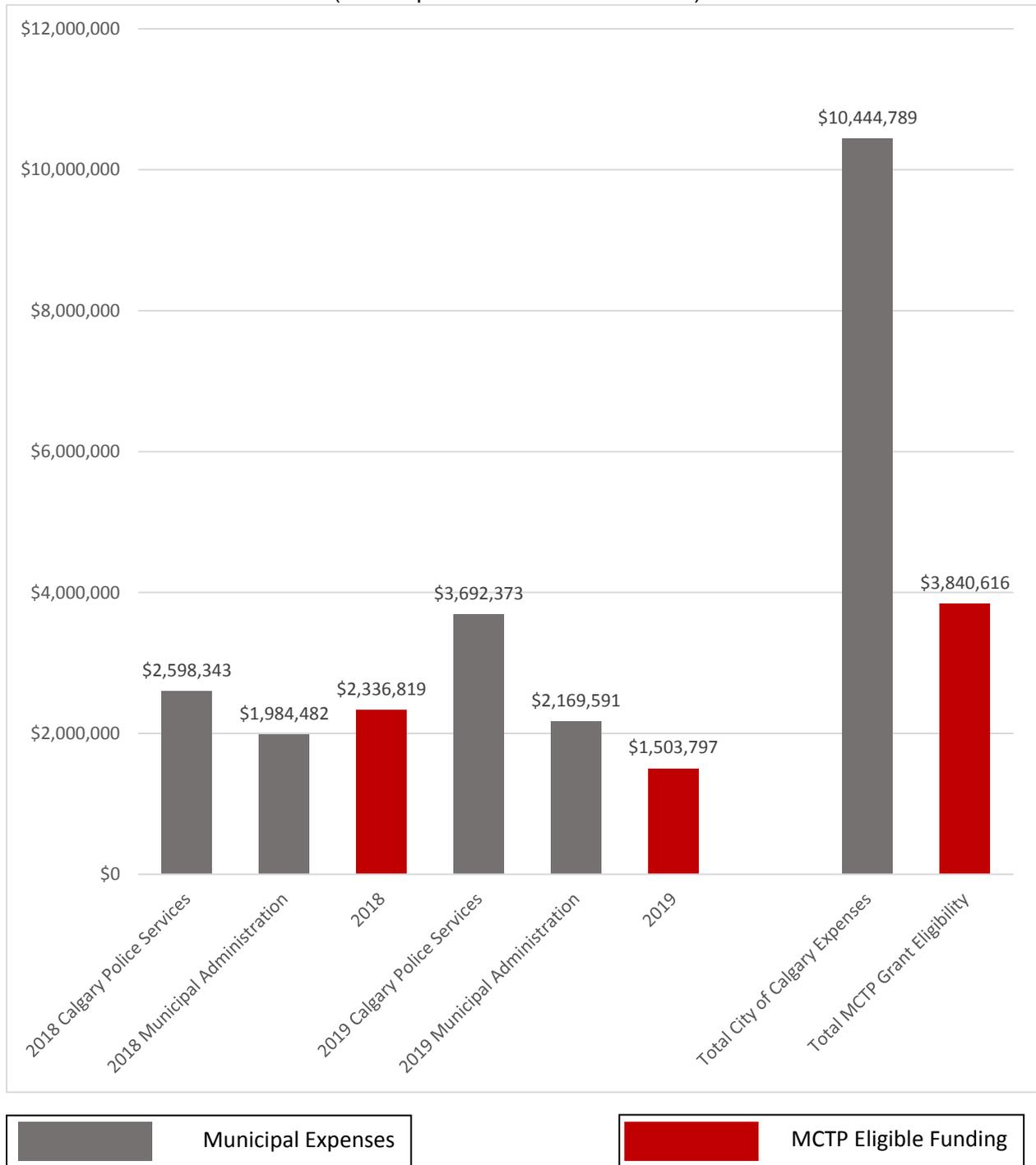
City of Calgary Advocacy Position <ul style="list-style-type: none"> IGA2016-0737 (2016 November 03) IGA2017-0586 (2017 July 24) 	Government of Canada <ul style="list-style-type: none"> The Cannabis Act (2017 April 13) Proposed Approach to the Regulation of Cannabis (2017 November) Proposed Approach to the Regulation of Edibles, Concentrates and Topicals (2018 December) 	Government of Alberta <ul style="list-style-type: none"> Alberta Cannabis Framework (2017 October 4) Bill 29: An Act to Reduce Cannabis and Alcohol Impaired Driving (2017 November 29) Bill 26: An Act to Control and Regulate Cannabis (2017 November 30) Updates to the Alberta Gaming, Liquor and Cannabis Regulation (2018 February 16) Municipal Cannabis Transition Program - MCTP (2018 October 15)
<ul style="list-style-type: none"> Municipalities should have authority over the planning policy around the growing and sale of medical and recreational cannabis. For example, things like signage, location and size, among others Municipalities should have authority to regulate public and private nuisance factors related to cannabis use 	<p>Aligned with position. The Cannabis Act includes the ability for provinces and territories, together with municipalities, to establish zoning rules for cannabis-based businesses. Flexibility is also provided in the bill to enable provinces and territories, together with municipalities, to tailor rules in their own jurisdictions.</p> <p>Aligned with position. Specifically, the Cannabis Act gives provinces, together with municipalities, the ability to restrict where cannabis can be consumed.</p>	<p>Aligned with position. The municipal flexibility included in the regulations addresses the concerns raised by The City in discussions with the Secretariat. The updated regulations released in 2018 February provide minimum setbacks of 100m from provincial health care facilities, schools and parcels designated as a school reserve. Municipalities can vary these distances through bylaws and retailers must meet municipal Land Use Bylaw requirements.</p> <p>Aligned with position. The City of Calgary will have authority to regulate public and private nuisance factors related to cannabis use. Provincial legislation allows for cannabis to be consumed in most public areas where tobacco can be consumed but allows municipalities to restrict further.</p>
<p>Support a privatized framework for legal retail cannabis sales similar to the existing retail alcohol store model...</p> <p>contingent upon the sharing of tax revenues to compensate for the increased costs to The City.</p>	<p>N/A</p>	<p>Aligned with position. Bill 26 allow for privately owned and operated, stand-alone cannabis retail stores that prohibit cannabis from being consumed in stores. This privatized retail system, similar to the existing retail alcohol model, allows municipalities flexibility to regulate and administer retail locations considering the local context.</p> <p>Not aligned with position. The MCTP provides insufficient funding to offset the costs of cannabis legalization to The City of Calgary.</p>
<p>Restrict residential growing</p>	<p>Aligned with position. The Cannabis Act allows for a limit of four plants per residence grown for</p>	<p>Aligned with position. The Government of Alberta is allowing Albertans to grow up to four plants per</p>

City of Calgary Advocacy Position <ul style="list-style-type: none"> • IGA2016-0737 (2016 November 03) • IGA2017-0586 (2017 July 24) 	Government of Canada <ul style="list-style-type: none"> • The Cannabis Act (2017 April 13) • Proposed Approach to the Regulation of Cannabis (2017 November) • Proposed Approach to the Regulation of Edibles, Concentrates and Topicals (2018 December) 	Government of Alberta <ul style="list-style-type: none"> • Alberta Cannabis Framework (2017 October 4) • Bill 29: An Act to Reduce Cannabis and Alcohol Impaired Driving (2017 November 29) • Bill 26: An Act to Control and Regulate Cannabis (2017 November 30) • Updates to the Alberta Gaming, Liquor and Cannabis Regulation (2018 February 16) • Municipal Cannabis Transition Program - MCTP (2018 October 15)
	personal use. In addition, to address issues of local concern, the Act enables provinces to impose more restrictive limits on personal cultivation, including lowering the number of plants or restricting where plants may be cultivated.	household with seeds purchased from cannabis retail stores.
Discuss sharing federal tax revenues created by the legalization and regulation of cannabis across all three orders of government.	<p>Not aligned with position. On 2017 November 10 the Government of Canada proposed an excise duty framework for cannabis products not to exceed \$1.00 per gram, or 10 per cent of the producer's sale price of that product, whichever is higher, with this tax room divided equally between the province or territory and the federal government. The Goods and Services Tax (GST) will also be applied. As part of this arrangement, it is the federal government's expectation that a substantial portion of the revenues from this tax room provided to provinces and territories will be transferred to municipalities and local communities, who are on the front lines of legalization.</p> <p>The Government of Canada has allocated funds to Health Canada, the RCMP, the Canada Border Services Agency and Public Safety Canada to ensure there is appropriate capacity to license, inspect and enforce all aspects of the proposed Cannabis Act and to undertake robust public education and</p>	<p>Not aligned with position. The MCTP announced on 2018 October 15 provided insufficient funding to offset the costs of legalization to The City of Calgary. Under the MCTP the proposed grant is for \$3.84M for 2018-2019. As of 2018 November, The City had already spent in excess of \$3.7M and is expecting to see expenditure increase in 2019.</p> <p>The City has shared initial cost estimates with the Government of Alberta and continues to advocate for a share of cannabis tax revenue or other provincial funding sources to cover all ongoing costs and ensure Calgarians are safe and well-served.</p>

City of Calgary Advocacy Position <ul style="list-style-type: none"> IGA2016-0737 (2016 November 03) IGA2017-0586 (2017 July 24) 	Government of Canada <ul style="list-style-type: none"> The Cannabis Act (2017 April 13) Proposed Approach to the Regulation of Cannabis (2017 November) Proposed Approach to the Regulation of Edibles, Concentrates and Topicals (2018 December) 	Government of Alberta <ul style="list-style-type: none"> Alberta Cannabis Framework (2017 October 4) Bill 29: An Act to Reduce Cannabis and Alcohol Impaired Driving (2017 November 29) Bill 26: An Act to Control and Regulate Cannabis (2017 November 30) Updates to the Alberta Gaming, Liquor and Cannabis Regulation (2018 February 16) Municipal Cannabis Transition Program - MCTP (2018 October 15)
	awareness activities. There have been no federal budget allocations to municipalities.	
Advocate for provincial regulations and funding models that clarify and support the Calgary Police Service's role in enforcing drug-impaired driving.	Aligned with position with concerns. In its 2018 budget, the Government of Canada pointed to investments of \$546 million over five years to implement and enforce the new federal legislative and regulatory framework. This includes previously announced money to support law enforcement and border efforts to detect and deter drug-impaired driving and enforce the proposed cannabis legalization and regulation. Provinces and territories will be able to access up to \$81 million over the next five years for new law enforcement training, and to build capacity to enforce new and stronger laws related to drug-impaired driving. While a good start, additional funding would be required to cover policing costs for municipalities.	Aligned with position with concerns. Bill 29: <i>An Act to Reduce Cannabis and Alcohol Impaired Driving</i> outlines new rules including: <ul style="list-style-type: none"> Expanded zero tolerance program for Graduated Drivers Licenses Expanded provincial administrative sanctions for drivers with blood drug/alcohol concentration over the new criminal limits proposed by the federal government 90-day, fixed-term licence suspension for drivers found over federal criminal limits. To date, the Government of Alberta has not allocated additional money to support the Calgary Police Service's role in enforcing drug-impaired driving.
Timing: <ul style="list-style-type: none"> Give The City of Calgary and other municipalities time to develop and implement necessary local regulations. Advocate that the province provide their Cannabis Framework in a timely a fashion to facilitate The City's engagement process. 	Subject to parliamentary approval and Royal Assent, the Government of Canada intends to provide regulated and restricted access to cannabis in the summer of 2018. Meeting this deadline will be challenging for Calgary and other municipalities given that so much of the regulatory framework and governance details for recreational cannabis will be under provincial control. This timeline has meant operational activity on municipal bylaws and	Aligned with position with concerns. The final Alberta Cannabis Framework and associated provincial legislation clarifying the municipal role in legalization was released in 2017 November. The release of the updated Alberta Gaming, Liquor and Cannabis Regulation in 2018 February provided the clarity required for The City to develop and implement comprehensive and appropriate City bylaws. However, the approach to cannabis tax revenue distribution in Alberta and funding for municipalities remains outstanding.

<p>City of Calgary Advocacy Position</p> <ul style="list-style-type: none"> IGA2016-0737 (2016 November 03) IGA2017-0586 (2017 July 24) 	<p>Government of Canada</p> <ul style="list-style-type: none"> The Cannabis Act (2017 April 13) Proposed Approach to the Regulation of Cannabis (2017 November) Proposed Approach to the Regulation of Edibles, Concentrates and Topicals (2018 December) 	<p>Government of Alberta</p> <ul style="list-style-type: none"> Alberta Cannabis Framework (2017 October 4) Bill 29: An Act to Reduce Cannabis and Alcohol Impaired Driving (2017 November 29) Bill 26: An Act to Control and Regulate Cannabis (2017 November 30) Updates to the Alberta Gaming, Liquor and Cannabis Regulation (2018 February 16) Municipal Cannabis Transition Program - MCTP (2018 October 15)
	<p>rules has happened at the same time as conversations with the provincial government.</p>	

**Municipal Costs and Municipal Cannabis Transition Program (MCTP) Eligible Funding
(2018 April 1 - 2019 December 31)**



Note that municipal expenses for 2019 are estimates. Includes only costs eligible for MCTP Funding.



PROPOSED REGULATIONS FOR ADDITIONAL CANNABIS PRODUCTS

We want to hear from you! Have your say at Canada.ca/Cannabis

Proposed Federal Regulations

	EDIBLE CANNABIS (SOLID)	EDIBLE CANNABIS (BEVERAGE)	CANNABIS EXTRACT (INGESTED)	CANNABIS EXTRACT (INHALED)	CANNABIS EXTRACT (CONCENTRATED THC)	CANNABIS TOPICAL
THC LIMIT	<ul style="list-style-type: none"> 10 mg of THC per package 	<ul style="list-style-type: none"> 10 mg of THC per container 	<ul style="list-style-type: none"> 10 mg of THC per unit (such as a capsule) or dispensed amount 1000 mg of THC per package 	<ul style="list-style-type: none"> 1000 mg of THC per package 	<ul style="list-style-type: none"> 1000 mg of THC per package 	<ul style="list-style-type: none"> 1000 mg of THC per package
PRODUCT RULES	<ul style="list-style-type: none"> No added vitamins, minerals Limits on caffeine No added alcohol 	<ul style="list-style-type: none"> No added vitamins, minerals Limits on caffeine No added alcohol 	<ul style="list-style-type: none"> No added vitamins or minerals No sugars, colours or sweeteners No nicotine or caffeine 	<ul style="list-style-type: none"> No sugars, colours or sweeteners No nicotine or caffeine 	<ul style="list-style-type: none"> No sugars, colours or sweeteners No nicotine or caffeine 	<ul style="list-style-type: none"> For use on skin, hair and nails Only cosmetic grade ingredients Not for use in eyes or on damaged skin
PACKAGING	<ul style="list-style-type: none"> Child-resistant Plain 	<ul style="list-style-type: none"> Child-resistant Plain 	<ul style="list-style-type: none"> Maximum package size of 90 mL for liquid extracts Child-resistant Plain Must have dispensing device if not in unit form 	<ul style="list-style-type: none"> Maximum package size of 90 mL for liquid extracts Child-resistant Plain 	<ul style="list-style-type: none"> Maximum package size of 7.5 g Child-resistant Plain 	<ul style="list-style-type: none"> Child-resistant Plain
LABEL	<ul style="list-style-type: none"> Standardized cannabis symbol for products containing THC Health Warning Message THC/CBD content Ingredient list Allergens Nutrition Facts Table 	<ul style="list-style-type: none"> Standardized cannabis symbol for products containing THC Health Warning Message THC/CBD content Ingredient list Allergens Nutrition Facts Table 	<ul style="list-style-type: none"> Standardized cannabis symbol for products containing THC Health Warning Message THC/CBD content Ingredient list Allergens Intended Use 	<ul style="list-style-type: none"> Standardized cannabis symbol for products containing THC (on label and directly on the vape cartridge) Health Warning Message THC/CBD content Ingredient list Allergens Intended Use 	<ul style="list-style-type: none"> Standardized cannabis symbol for products containing THC Health Warning Message THC/CBD content Ingredient list Allergens Intended Use 	<ul style="list-style-type: none"> Standardized cannabis symbol for products containing THC Health Warning Message THC/CBD content Ingredient list Allergens Intended use Directions for use Warning statement about not swallowing or using on broken skin
OTHER	<ul style="list-style-type: none"> Must not be appealing to kids No health or dietary claims No elements that would associate product with alcoholic beverages or brands of alcohol 	<ul style="list-style-type: none"> Must not be appealing to kids No health or dietary claims No elements that would associate product with alcoholic beverages or brands of alcohol 	<ul style="list-style-type: none"> Must not be appealing to kids No health claims No elements that would associate product with alcoholic beverages or brands of alcohol 	<ul style="list-style-type: none"> Must not be appealing to kids No health claims No elements that would associate product with alcoholic beverages or brands of alcohol 	<ul style="list-style-type: none"> Must not be appealing to kids No health claims No elements that would associate product with alcoholic beverages or brands of alcohol 	<ul style="list-style-type: none"> Must not be appealing to kids No health or cosmetic claims No elements that would associate product with alcoholic beverages or brands of alcohol

Disclaimer: This is not a complete list of proposed regulatory rules for each class of cannabis. It is also not a complete list of product examples. For more information on the proposed amendments to the Cannabis Regulations, please visit Canada.ca/Cannabis.

**Number of Provincially Licensed Cannabis Retail Stores
(As of 2019 January 28)**

