

To: Mayor and Councillors From: Terry Crowe Manager, Policy Planning
 Date:
 September 10, 2014

 File:
 08-4040-01/2014-Vol 01

Re: Referral: Comparison of Richmond and Metro Vancouver Proposed Responses the BC Ministry of Agriculture Consultation on Potential Changes to the Agricultural Land Reserve Use, Subdivision and Procedure Regulation

Purpose

On September 3, 2014, Planning Committee deferred consideration of the staff report titled "Richmond Response to BC Ministry of Agriculture Consultation on Potential Changes to the Agricultural Land Reserve (ALR) Use, Subdivision and Procedure Regulation" (Attachment 1), until the September 16, 2014 Planning Committee meeting, and directed staff to "examine the response by Metro Vancouver to the potential changes to the Agricultural Land Reserve regulations, as proposed by the Ministry of Agriculture and report back to the Tuesday, September 16, 2014 Planning Committee meeting". The purpose of this memo is to report back on this referral.

Background

On September 5, 2014, the Metro Vancouver (MV)'s Regional Planning and Agriculture Committee considered the MV staff report titled "Provincial Consultation on Potential Changes to the Agricultural Land Commission (ALC) Act" (Attachment 2) and recommended that the MV Board endorse the comments at its upcoming September 19, 2014 meeting.

Analysis

<u>Comparison of City and Metro Vancouver Responses To the Ministry's Questions:</u> A summary comparison of the City's and Metro Vancouver's responses to the Ministry's Zone 1 questions is as follows:

- 1. Ministry Q1. Should the parameters for allowable on-farm food storage, packing, processing and retail establishments be revised?
 - Similar Comments: MV says no: Richmond says no.
- 2. Ministry Q2. Should breweries, distilleries and meaderies be allowed on ALR land on the same or similar terms as wineries and cideries are currently allowed?
 - Different Comments: Metro Vancouver first wants current ALC regulations adequately monitored and enforced; Richmond agrees only if City can regulate the uses.
- 3. Ministry Q3. Should the allowable footprint for consumption areas (or 'lounges') ancillary to wineries and cideries (and potentially also breweries, distilleries and meaderis) be increased, and if so on what basis?
 - Similar Comments: MV says no: Richmond says no.



- 4. Ministry Q4. To what extent should wineries and cideries (and potentially breweries, distilleries and meaderies) be allowed to sell alcohol that was produced elsewhere in BC, not at the winery or cidery?
 - Different Comments: Metro Vancouver disagrees to ensure that ALR activities prioritize farming; Richmond agrees only if City can regulate like now (same 300m² areas, minimum of 50% from the farm).
- 5. Ministry Q5. Should anaerobic digesters be permitted in the ALR if the inputs are generated from farming activities?
 - Different Comments: Metro Vancouver disagrees that anaerobic digesters should be permitted in the ALR without an application to the ALC; Richmond agrees that they can be permitted without an application to the ALC, as long as the City can place additional regulations.
- 6. Ministry Q6. Should on-farm co-generation facilities be permitted on farms where a portion of the energy created is used on farm?
 - Different Comments: Metro Vancouver disagrees that on-farm cogeneration facilities should be permitted in the ALR without an application to the ALC; Richmond agrees that they can be permitted without an application to the ALC, as long as the City can place additional regulations.
- 7. Ministry Q10. Should greater clarity be provided on what constitutes an agri-tourism activity that is allowed in the ALR without an application, and if so what parameters should be established?
 - Similar Comments: MV says yes; Richmond says yes.

From the above, while the City and Metro Vancouver support the ALR, their responses vary depending on the Question and how it is interpreted.

Comparison of City and Metro Vancouver Additional Responses

In addition to responding to the questions posed by the Ministry of Agriculture, similar to Richmond, MV has identified the following key points, which were supported by many local governments at the Abbotsford regional meeting on August 14, 2014. MV is requesting that the following points be considered before any expansion to the range of allowable uses in the ALR is pursued:

- 1. The lack of monitoring and enforcement of the current regulations should be addressed.
- 2. Unexplored tax implications which result from a decision to allow additional manufacturing, retail and restaurant activities on farmland should be addressed.
- 3. Potential impacts of proposed changes on local governments in terms of utility services, road maintenance, policing, bylaw enforcement, nuisance complaints and property taxes should be explored.
- 4. Primary agricultural production must be the top priority for ALR lands.
- 5. The need for a self-sustaining ALC that has the ability to recover the true costs of processing applications should be addressed.

Attachment 3 more clearly identifies the similarities and differences between Metro Vancouver's and Richmond's proposed comments.

Summary

In summary, staff suggest that the proposed City recommendations which were presented at the September 3, 2014 Planning Committee meeting and are to be considered at Planning Committee on September 16, 2014 are still appropriate as they address important City concerns. Metro Vancouver's proposed comments can also be supported as they too are aimed at protecting the ALR and local government interests from a different point of view with different conditions (e.g., the City can support allowing on-farm anaerobic digesters and co-generation without an application to the ALC, if it can regulate them; but if the Province does not allow a municipality to regulate them, then Metro Vancouver's comments are useful, as they want such uses to be reviewed on the case by case basis and not automatically allowed).

Policy Planning staff will be available to discuss this memo further at the September 16, 2014 Planning Committee meeting. For clarification, please contact Terry Crowe at 604-276-4139 or Minhee Park at 604-276-4188.

Terry Crowe Manager, Policy Planning (604-276-4139)

mle Minhee Park

Minhee Park Planner 1 (604-276-4188)

MP: cas

Att. 3

pc: Joe Erceg, General Manager, Planning and Development

Attachments

- Att.1: Richmond staff report to the Planning Committee dated August 15, 2014
- Att.2: Metro Vancouver staff report to the Regional Planning and Agricultural Committee dated August 20, 2014
- Att.3: Comparison proposed Metro Vancouver & Richmond responses to the Ministry of Agriculture's ALC Act consultation questions



Report to Committee

То:	Planning Committee	Date:	August 15, 2014
From:	Joe Erceg, General Manager Planning and Development	File:	08-4040-01/2014-Vol 01
Re:	Richmond Response to BC Ministry of Agricultu Changes to the Agricultural Land Reserve Use, Regulation		

Staff Recommendations

That:

- (1) the attached Richmond response (Attachment 2), which was submitted to the Ministry of Agriculture prior to the deadline of August 22, 2014 regarding potential changes to the Agricultural Land Reserve (ALR) Use, Subdivision and Procedure Regulation be ratified;
- (2) the Ministry of Agriculture be requested to extend the deadline for comments to September 30, 2014 to enable all stakeholders to have reasonable time to provide feedback;
- (3) the Ministry of Agriculture be requested to provide a detailed analysis of the potential impacts and implications (including taxation implications) of each proposed change, enable local governments to also regulate the proposed changes, and allow the local governments and stakeholders the opportunity to review the draft regulations prior to their adoption;
- (4) the Ministry of Agriculture and Agricultural Land Commission (ALC) staff and funding be increased to properly enforce the existing and proposed ALR regulations; and
- (5) this report and recommendations be forwarded to Richmond MPs, MLAs, the Metro Vancouver Board and all Metro Vancouver local governments.

Joe Erceg, General Manager, Planning and Development

JE:mp Att.3

REPORT CONCURRENCE	
CONCURRENCE OF GENERAL MANAGER	ég_
REVIEWED BY STAFF REPORT / AGENDA REVIEW SUBCOMMITTEE	INITIALS:
Approved By CAO	

- 2 -

Staff Report

Origin

With the passage of Bill 24, the Ministry of Agriculture is proposing additional ALR activities and changes to the regulations for some of the allowable ALR uses (Attachment 1). The Ministry conducted a consultation from July 22 to August 22, 2014 to obtain input from local governments, regional stakeholders and the general public on regulation development.

The purpose of this report is to obtain Council's ratification of the attached Richmond response that has been submitted to the Ministry by its August 22, 2014 deadline (Attachment 2) and recommend that Council request the Ministry to extend its deadline to September 30, 2014 to allow local governments and stakeholders to have more time to respond and further consult on the proposed changes.

Finding of Facts

Context

The ALC Act sets a legislative framework for the establishment and administration of the agricultural land preservation program and identifies permissible activities in the ALR. Specific regulations and details of the uses permitted in the ALR are found in the Agricultural Land Reserve Use, Subdivision and Procedure Regulation which supports the Act.

The ALC Act was amended by the passage of Bill 24 in May 2014 and the key intention of the amendment was to allow farmers in the ALR to diversify their businesses and maintain agricultural viability. In order to support this legislative change, the Ministry is proposing to allow additional activities in the ALR without requiring property owners to make an application (e.g., non-farm use application) to the ALC and modify the parameters of the permitted uses.

Consultation Process

The Ministry of Agriculture formed a Reference Group that consists of representatives from the Agricultural Land Commission (ALC), the Union of British Columbia Municipalities (UBCM) and the BC Agriculture Council (BCAC) to obtain input on the proposed consultation questions and process. The Group will review the outcome of the consultation and provide input on any draft regulations that the Ministry may consider. The Ministry intends to have the new regulations in place by the end of 2014.

The Ministry's engagement website was live from July 22 to August 22, 2014 and comments were accepted through an online survey, by email, or by regular mail.

In addition, seven regional meetings took place during the consultation period with invited stakeholders including local governments and industry (i.e., agriculture associations and Farmers' Institutes). The City of Richmond's Policy Planning staff attended the regional meeting held in Abbotsford on August 14, 2014 and presented draft responses (Attachment 2) to obtain input from the regional stakeholders prior to the final submission.

Analysis

Richmond Responses

The ALR is divided into two zones, Zone 1 and Zone 2; Richmond is in Zone 2. There are a total of 11 questions but four of them are specific to Zone 2. The City of Richmond will not be directly affected by the proposed changes in Zone 2, so the attached response includes answers to only the Zone 1 questions which apply to Richmond.

As Council did not meet in August, staff did not have the opportunity to bring forward a report to Council regarding the proposed changes. Instead, staff circulated a memo to Council to obtain its feedback on staff's draft responses to the consultation questions. No changes were requested by Council, other than a request to require anaerobic digesters to use only materials produced on the farm. Staff presented the draft responses at the Abbotsford regional meeting, prior to the final submission.

The regional meeting was held from 9:00 am to 11:30 am on August 14, 2014 in Abbotsford. Approximately 40 delegations from Metro Vancouver, Fraser Valley Regional District, Sunshine Coast Regional District, Squamish-Lillooet Regional District attended the meeting. Most of them shared Richmond's concerns and their comments and answers to the consultation questions were generally consistent with the Richmond's draft responses. The key comments and concerns expressed by the regional stakeholders are:

- There was not enough time to review and discuss the proposed changes and the timing of the consultation is not adequate.
- It is difficult to answer the consultation questions as sufficient details of the proposed changes are not provided.
- The Ministry must further consult with the local governments and stakeholders once draft regulations are developed.
- The industrialization and commercialization of farmland should be avoided. Allowing an expansion of non-agricultural activities in the ALR would increase the land value and would make it difficult for farmers to find affordable, quality farmland. Soil-based agriculture and farming for food production should be the priority in the ALR.
- The purpose of the ALR is to preserve farmland for future generations. It is unclear how the proposed changes would benefit agriculture and the existing and future farmers. The Ministry should provide a detailed analysis of the impacts and implications of the proposed changes, as well as adequate justifications.
- More effective mechanisms and additional funding should be in place to ensure that the existing regulations are properly enforced before any changes to the regulations are considered.
- The taxation implications of the proposed changes must be analyzed and discussed with local governments.

In response to the comments regarding the timing and length of the consultation period, the Deputy Minister of Agriculture reaffirmed that the deadline would not be extended past noon August 22, 2014.

Based on these comments received at the regional meeting, staff have made minor modifications to the draft responses. The modifications are shown in italics (Attachment 2). The background

provided by the Ministry of Agriculture, as well as the relevant ALR Regulation and the City's zoning regulations are fully stated in Attachment 2.

A summary of the questions and answers are as follows:

Ministry of Agriculture's Consultation Questions	Summary of Richmond Response Submitted by August 22, 2014 Deadline
Should the parameters for allowable on-farm food storage, packing, processing and retail establishments be revised?	Strongly disagree - The existing parameters are sufficient to allow diversification and the current regulations should be properly enforced first.
Should breweries, distilleries and meaderies be allowed on ALR land on the same or similar terms as wineries and cideries are currently allowed?	Agree - Local governments should be allowed to place additional regulations (e.g., overall size limit) if they deem necessary.
Should the allowable footprint for consumption areas (or "lounges") ancillary to wineries and cideries (and potentially also breweries, distilleries and meaderies) be increased and if so on what basis?	Strongly Disagree - The currently allowable footprint (125 m ² inside & 125 m ² outside) is sufficient.
Should wineries and cideries (and potentially also breweries, distilleries and meaderies) be allowed to sell alcohol that was produced elsewhere in BC not at the winery or cidery?	Agree - As long as the retail area is limited to the same size (i.e., 300m ²) and a minimum of 50% of the products are grown and produced on site
Should anaerobic digesters be permitted in the ALR if the inputs are generated from farming activities?	Agree if all the inputs are generated from the farm and do not include domestic waste.
Should on-farm cogeneration facilities be permitted on farms where a portion of the energy created is used on-farm?	Strongly Agree
Should greater clarify be provided on what constitutes an agri-tourism activity that is allowable in the ALR without an application, and if so what parameters should be established?	Strongly Agree

Concerns regarding the Timing and Length of the Consultation

The short one-month consultation period in August, which is the peak holiday period, was not adequate to ensure a meaningful consultation. On August 6, 2014, staff sent an email to the Ministry for an extension of the deadline until the end of September, but the Ministry declined the request due to its commitment to have the changes in place by the end of 2014.

Staff recommend that Council formally request, by resolution, for an extension of the Ministry's deadline until September 30, 2014, so that the City and other local governments have additional time to provide more comprehensive and coordinated responses.

August 15, 2014

Richmond Additional Comments

In addition to responding to the Ministry's consultation questions, as directed by Council, staff took this opportunity to request the Minister of Agriculture to address a number of other concerns identified by Council over the years. Also, staff have concerns that details of the regulatory changes are currently unknown. For example, the first consultation question is whether the current parameters for allowable on-farm processing activities should be modified, but it is unclear to what extent the regulations will be revised. The Ministry of Agriculture should provide a detailed analysis and adequate justification for each proposed change and consult with local governments on draft regulations prior to adopting them and enable local governments to regulate the permitted uses.

The additional comments are summarized below and further clarified in the attached letter to the Ministry that was hand delivered at the regional meeting in Abbotsford (Attachment 3).

- Seek Provincial Government support to prepare an ALC policy to prohibit Port Metro Vancouver from converting ALR land to port industrial use and encourage the Federal Government to implement a dispute resolution process between PMV and local governments.
- Provide a comprehensive analysis of the impacts and implications of the proposed changes and prepare specific guidelines for local governments, property owners and agricultural producers to appropriately manage the proposed changes.
- Ensure that all the proposed changes reinforce and enhance agricultural viability, sustainability, and the protection and quality of the essential agricultural resources (i.e., soil water, air).
- Increase the Ministry and ALC staff and funding to properly enforce the existing and proposed ALR regulations (e.g., illegal soil fill, research, farm uses, municipal liaison).
- Consult with the First Nations regarding the proposed changes.

Financial Impact

None.

Conclusion

The Ministry of Agriculture conducted a consultation on potential changes to the Agricultural Land Reserve Use, Subdivision and Procedure Regulation from July 22, 2014 to August 22, 2014. Staff submitted the Richmond response prior to the submission deadline of August 22, 2014 along with additional requests to address a number of other concerns identified by Council over the years, and recommend that Council ratify the response (Attachment 2). As the length and timing of the Ministry's consultation period was not appropriate to ensure a meaningful consultation, it is also recommended that Council request the Ministry of Agriculture to extend the deadline for comments on the potential changes to September 30, 2014. It is further recommended the Ministry of Agriculture provide a detailed analysis of the potential impacts and implications (including tax implications) of each proposed change, allow the local governments and stakeholders the opportunity to review the draft regulations prior to their adoption and enable local governments to also regulate the proposed changes.

Minhee Park

Planner 1 (604-276-4188)

MP:cas

Terry Crowe

Manager, Policy Planning (604-276-4139)

Attachment 1:	Ministry of Agriculture's Consultation Paper
Attachment 2:	Richmond Responses to the Ministry of Agriculture's Consultation Questions sent to the Minister of Agriculture on August 22, 2014
Attachment 3: Richmond Staff's August 13, 2014 Letter delivered to the Deputy Minister Of Agriculture on August 14, 2014 in Abbotsford	

Consultation on Potential Changes to the *Agricultural Land Commission Act*: Agricultural Land Reserve Use, Subdivision and Procedure Regulation

July 2014

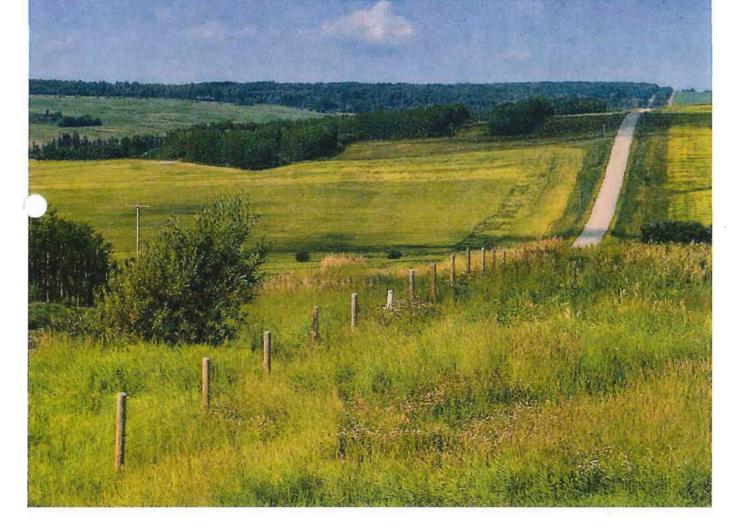




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1. Purpose

1

The purpose of this consultation is to invite your input on some proposed additional activities that could be allowed on farmland in the Agricultural Land Reserve without a requirement to make an application to the Agricultural Land Commission, on whether and to what extent these allowable uses should vary between different regions of the province, and on what parameters you think should be put around the proposed new uses.

2. Background

Approximately five percent of BC's land base is included in the Agricultural Land Reserve (ALR), a provincial zone within which agriculture is recognized as the priority activity. The ALR includes public and privately held land and is administered by the Agricultural Land Commission (ALC), an independent government tribunal, with the purpose of preserving agricultural land and encouraging its use for farming.

The Agricultural Land Commission Act (the Act) establishes both the ALR and the ALC in legislation. The Act sets out the structure and operations of the ALC and identifies permissible land uses within the ALR. The Agricultural Land Reserve Use, Subdivision and Procedure Regulation (ALR Regulation) provides greater specificity to many of the provisions in the Act.

Amongst other things, the ALR Regulation identifies specific land uses allowable on farmland in the ALR without an application to the ALC. Current examples include such things as growing plants and raising animals, putting up buildings necessary for the farm, selling agricultural products direct to the public, limited food processing and, unless prohibited a local government, specified non-farm activities such as agri-tourism accommodation, temporary sawmills, kennels, and others.

Any activities not permitted by the ALR Regulation do require an application to the ALC, which can approve, deny or vary the application. Applications are required in order to include or exclude land from ALR, to subdivide land within the ALR, or to carry out an activity not expressly permitted in the Act or Regulations.

The passage of Bill 24 in May 2014 introduced amendments to the Act that change the way in which the ALC is structured and governed. Some of the detail that determines how these legislative changes will be implemented will be provided through changes to the ALR Regulation. One aspect of regulatory change contemplated by the amendments is to expand the list of allowable uses on ALR land, and possibly to vary them between ALR regions.

The focus of this consultation is to ask the question: what further activities should be allowable on farmland in the ALR without an application to the ALC, what parameters should be put around them, and should they vary between regions? A Reference Group convened by the Minister of Agriculture and comprised of representatives from the ALC, the Union of British Columbia Municipalities (UBCM) and the BC Agriculture Council (BCAC) has made a number of specific suggestions in answer to this question, and these suggestions are presented in this paper for your consideration and comment.

Context for the questions is provided in sections 4 and 5 of this paper. Section 6 provides some specific suggestions for new activities that should be allowable in the ALR without an application to the ALC, and also some further specific suggestions for regulatory change related to agri-tourism and the subdivision and leasing of land in the ALR.

3. Consultation Process

Minister's Reference Group and ALC

- A Minister's Reference Group comprised of representatives from the ALC, UBCM and the BCAC has been struck to inform the consultation process and any regulatory outcomes.
- An initial meeting of the Reference Group was held in early July to provide advice on the consultation process, and to provide substantive input on the consultation questions.
- A separate meeting was then held with the ALC (commissioners and staff) to solicit further input on the consultation questions.
- The input gained from the Reference Group and the ALC form the basis of the consultation questions presented in this paper.
- As well, the ALC has provided a number of specific, technical suggestions for regulatory amendments aimed at providing greater clarity for landowners, local governments and the ALC itself around some existing allowable uses. While these suggestions are not the subject of this consultation, they will be provided on the consultation website (see Public Input, below) for your information.
- The Reference Group will meet again mid-way through the process to review stakeholder feedback and provide any additional, interim advice.
- A final meeting of the Reference Group will be held at the end of the consultation process to review outcomes and provide input on any draft regulations the Ministry may consider at that time.

Regional Stakeholder Consultations

- Seven regional meetings will take place between July 22nd and August 22nd encompassing all six ALR regions.
- Invited stakeholders include local government (all Regional Districts), industry (wide cross-section of agriculture associations and farmers' institutes) and other key organizations (e.g. agriculture programs from post-secondary institutions).
- > The Ministry will lead the consultation process. The ALC will also attend the regional meetings.

Public Input

- Public input on the consultation questions will be solicited via a consultation website: <u>http://engage.gov.bc.ca/landreserve</u> or via a dedicated Ministry email address: <u>ALCA_Feedback@gov.bc.ca</u>
- The website will be live from July 22^{nd} to August 22^{nd} .
- Submissions can also be sent by mail to: ALR Reg. Consultation
 PO Box 9120 Stn. Provincial Government
 Victoria BC
 V8W 9B4

4. Overview of Changes to the ALCA

The Act was most recently amended in May 2014, by the passage of Bill 24. At that time, several legislative changes were introduced regarding how the ALC is structured and how it makes decisions on applications. These changes directly inform the framework of this consultation – to discuss what activities should be allowable on farmland in the ALR without an application to the ALC, and if these should vary between regions.

a) Zones, Regions and Regional Panels

The May 2014 amendments to the Act codify the existing six ALR regions into law, and require that a regional panel of at least two commissioners be established in each of the six regions.

The amendments also establish two ALR zones, each comprised of three of the six ALR regions:

Zone 1:	Zone 2:
Okanagan region	Interior region
South Coast region	Kootenay region
Vancouver Island region	North region

All applications to the ALC (for land exclusions, land inclusions, subdivisions, and land uses not otherwise permitted by the Act or Regulations) must now be forwarded by the Chair of the ALC to the appropriate regional panel for decision. At its discretion, a regional panel may take an application referred to it by the Chair, and refer this application instead to the ALC Executive Committee.

Subject to any regulations, if the Chair of the ALC determines that an application is of provincial importance, is novel or of general importance to the application of the Act, or may affect more than one panel region, the Chair may also refer the application to the ALC Executive Committee for decision, instead of referring it to a regional panel. The ALC Executive Committee is made up of the six regional panel vice-chairs, and the Chair of the ALC.

While the amendments to the Act provide the ability to further define in regulation when the Chair may refer an application to the Executive Committee, the Minister's Reference Group has advised that the Act provides enough specificity as written (i.e. the Chair may refer an application to the Executive Committee when the Chair considers an application is of provincial importance, is novel or of general importance to the application of the Act, or may affect more than one panel region). As such, it is preferable to allow the Chair the discretion to work within the legislative parameters provided, without further definition being required in regulation at this time.

b) Decision Making

The amendments to the Act also introduced new factors for the ALC to consider when making decisions on applications in Zone 2. In making decisions on applications the ALC has always considered the purpose of the ALC as defined in Section 6 of the Act:

- a. to preserve agricultural land;
- b. to encourage farming on agricultural land in collaboration with other communities of interest;

c. to encourage local governments, first nations, the government and its agents to enable and accommodate farm use of agricultural land and uses compatible with agriculture in their plans, bylaws and policies.

This has not changed in Zone 1.

In Zone 2, however, the ALC is now required by legislation to consider, in descending order of priority:

- > The purposes of the ALC as defined in section 6 of the Act
- Economic, cultural and social values;
- > Regional and community planning objectives; and
- > Other prescribed considerations.

While the amendments to the Act provide the ability to further define in regulation the factors the ALC must consider in deciding on applications in Zone 2, there is no intention to develop such regulations at this time, and this consultation does not therefore include any questions on this topic.

c) Allowable Uses of ALR Land

The activities that are allowable on ALR land without requiring an application to the ALC are established in the ALR Regulation. There are two broad categories of allowable uses, called Farm Uses and Permitted Uses. Farm Uses include a range of things including: the growing of plants and raising of animals, horse riding, the application of fertilizers, the construction of farm buildings, farm related agritourism, and agro-forestry (i.e. activities directly related to farming). Farm Uses may not vary between Zone 1 and Zone 2, and may not be prohibited by local governments. Permitted Uses include such things as limited bed and breakfast accommodation, agri-tourism accommodation, temporary sawmills, kennels, and within certain limitations also non-agricultural home-based businesses. Permitted Uses are viewed as less directly related to agriculture than Farm Uses, but as still compatible with (of low impact to) the farm operation. Permitted Uses may vary between Zone 1 and Zone 2, and may be prohibited by local governments.

Whether and to what extent the list of Farm Uses and Permitted Uses in the ALR Regulation should be updated, and how if at all Permitted Uses should vary between zones, is the focus of this consultation. Further detail on what currently constitutes a Farm Use and a Permitted Use, together with suggestions for additional allowable uses, are provided in sections 5 and 6 of this paper for your consideration and comment.

d) Governance

Other legislative changes introduced in May 2014 include the establishment of additional reporting requirements for the ALC, including a review of operations, performance indicators, details on applications received, survey results, plans, special problems and trends.

The Ministry will be working together with the ALC and other experts in administrative tribunal governance to further define the details of these new operational requirements.

e) Other Regulation Making Authorities

The May 2014 amendments to the Act also provide new regulation making authorities to: define terms not otherwise defined in the Act; determine how the ALC should make certain information on its operations and decisions public; and to establish residency requirements for commissioners on regional panels.

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Regulations establishing residency requirements for commissioners are being developed as part of the process to bring the recent Act amendments into force. Otherwise, there is no intention to move ahead on regulations at this time, other than on the central question of what activities (i.e. Farm Uses and Permitted Uses) should be allowed in the ALR without an application to the ALC, and how, if at all, these should vary between zones.

f) Summary

In summary, the May 2014 amendments to the Act have introduced changes to the way in which the ALR is structured and governed. Some of the detail that determines how these legislative changes will be implemented will be determined through changes to the ALR Regulation that supports the Act. This consultation is intended to solicit input on potential regulatory changes as they relate to changes in the land use activities allowable in Zone 1 and Zone 2.

An itemized list of the recent amendments to the Act is provided in Appendix A.

5. Land Uses Currently Allowed in the ALR

Currently, land in the ALR can be used for farming, ranching, and other uses specified in the ALR Regulation. All other activities require an application to the ALC. The specific land uses permitted in the ALR without application to the ALC are listed in the ALR Regulation either as Farm Uses (Section 2 of the Regulation) or as Permitted Uses (Section 3). Land use activities not included in those sections, such as subdividing land, building additional residences, and excluding land from the ALR, require approval by the ALC through the application process.

Farm Uses include activities that are most directly aligned with the business of farming. Many of these activities are captured in the definition of farm use set out in the Act:

an occupation or use of land for farm purposes, including farming of land, plants and animals and any other similar activity designated as farm use by regulation, and includes a farm operation as defined in the Farm Practices Protection (Right to Farm) Act¹. ALCA s.1 (1)

Section 2 of the ALR Regulation duly designates various activities as Farm Use, including: farm retail sales; operating farm wineries or cideries; storage, packing, and product preparation; timber production; agro-forestry; agri-tourism; and others (the full list of farm uses found in section 2 of the ALR Regulation is provided in Appendix B).

The majority of the activities listed in section 2 are restricted by specific parameters that ensure they support an active farm and have only a minimum impact on agricultural land. For example, farm retail sales are permitted only when either all of the farm products offered are produced on the farm, or at least half of the sales area is for products from the farm. Food processing is permitted only when half of the product being produced was sourced on the farm, or is feed for consumption on the farm. The activities listed in section 2 may be regulated but cannot be prohibited by local governments. The Act does not permit that the activities listed in section 2 may vary between Zone 1 and Zone 2.

Permitted Uses include activities that are not specifically agricultural in nature, but which are permitted

http://www.bclaws.ca/civix/document/id/complete/statreg/96131_01

by regulation on ALR land without application to the ALC. Permitted uses are set out in section 3 of the ALR Regulation and include such activities as: bed and breakfast accommodations; temporary sawmills; breeding pets; establishing telecommunications equipment; and others (a full list of the permitted uses found in section 3 of the ALR Regulation is provided in Appendix B).

Similar to Farm Uses under section 2, parameters are established in the Regulation for the majority of these land uses in order to minimize their impact on agricultural land. For instance, temporary sawmills are permitted when half of the timber harvested is from the farm; bed and breakfasts are limited in size; and biodiversity conservation, passive recreation, heritage, wildlife and scenery viewing land uses are permitted so long as related buildings do not exceed a specified footprint. The permitted uses listed in section 3 may be restricted or prohibited by local governments. Permitted Uses may vary between Zone 1 and Zone 2 of the ALR.

Table 1 illustrates the main differences between farm uses, permitted uses and non-farm uses as provided by the ALR Regulation.

A. Farm Use	B. Permitted Use	C. Non-farm Use
Defined as "farm use" in the ALR Regulation s.2	Defined specifically in ALR Regulation s.3	Not permitted on ALR land without ALC approval
 No application to the Commission required 	No application to the Commission required	Requires application to the Commission
 May be regulated but not prohibited by local government (s.2 ALR Regulation) 	 Permitted unless prohibited by local government bylaw (s.3 ALR Regulation) 	Applications go to local government ahead of the Commission. Local Government can refuse to authorize the application, which ends the process, or forward to the Commission with comments and recommendations; the Commission then decides the application.

Possible Uses of Land:

6. Consultation Questions

Farm Use

To help identify potential changes to the ALR Regulation, the Ministry has consulted with the Minister's Reference Group (UBCM, BCAC, ALC), and separately also with the ALC. As a result of these consultations, two possible changes to what is an allowable Farm Use of land in the ALR are presented for your consideration and comment. Two additional changes are also presented for your consideration, based on the findings of the recent provincial Liquor Policy Review.

If added to the ALR Regulation, these land use activities would be permitted in the ALR without an application to the ALC, could be regulated but not prohibited by a local government, and would not be able to vary between Zone 1 and Zone 2.

Q 1) Should the parameters for allowable on-farm food storage, packing, processing and retail establishments be revised?

Currently the Regulation states that food storage, packing, product preparation, and food processing are permitted "if at least 50% of the farm product being stored, packed, prepared or processed is produced on the farm or is feed required for farm production purposes on the farm". Retail sales are permitted if "at least 50% of the retail sales area is limited to the sale of farm products produced on the farm on which the retail sales are taking place and the total area ... does not exceed 300m2."

These restrictions can inhibit neighbouring farms from investing in joint storage, packing, processing or retail establishment in the ALR, favouring instead the establishment of a number of small, similar operations. This may be an inefficient use of productive farmland, and cost prohibitive for individual small producers. One benefit of the proposed amendment would therefore be to enable cooperative arrangements between farms in proximity to one another.

Amongst other things, lessening the restrictions on on-farm processing could allow the establishment of abattoirs (large, small or mobile), on farms, to serve surrounding cattle, game or poultry farms. Other examples of potential new processing opportunities include value added, further-processing activities related to fresh produce (e.g. grape juice), dairy products (e.g. cheese), or nutraceutical / pharmaceutical products (e.g. related to medical marijuana).

Similarly, lessening restrictions on on-farm retail operations could further enable on-farm markets to sell products from several farms.

Q 2) Should breweries, distilleries and meaderies be allowed on ALR land on the same or similar terms as wineries and cideries are currently allowed?

Currently, wineries and cideries are allowed on ALR land without application to the ALC, so long as a prescribed percentage of the agricultural product used to produce the final product comes from either the farm on which the winery/cidery sits, or another BC farm. The idea here is to extend the same provisions and conditions to breweries, distilleries and meaderies.

Q 3) Should the allowable footprint for consumption areas (or 'lounges') ancillary to wineries and cideries (and potentially also breweries, distilleries and meaderies) be increased, and if so on what basis?

Currently, wineries and cideries in the ALR are allowed to establish consumption areas (or 'lounges') to a maximum size of 125m2 inside, and 125m2 outside, which is roughly equal to a maximum of 130 people.

One of the findings from the recent provincial Liquor Policy Review is that government should consult on increasing the limit for allowable consumption areas.

Q 4) To what extent should wineries and cideries (and potentially breweries, distilleries and meaderies) be allowed to sell alcohol that was produced elsewhere in BC, not at the winery or cidery?

Currently, a winery or cidery may only sell alcohol produced at that winery or cidery. One of the findings from the recent provincial Liquor Policy Review is that government should consult on allowing the sale of alcohol produced in BC, but not produced on the farm.

Note: In all cases, whether expanding existing farm uses or creating new ones, careful consideration should be given to any appropriate parameters for limiting the Farm Use, for example by limiting the total footprint of any facilities in relation to the size of the farm, prescribing the location of a facility on a farm, the percentage of any inputs that should be derived from the farm, and the impact on neighbouring farms. The question of whether or not the property is actually being farmed may also be a consideration, as may be the impact of the proposed activity to the farm operation.

Permitted Use

To help identify potential changes to the ALR Regulation, the Ministry has consulted with the Minister's Reference Group (UBCM, BCAC, ALC), and separately also with the ALC. As a result of these consultations, three possible changes to what is an allowable Permitted Use of land in the ALR are presented for your consideration and comment. If added to the ALR Regulation, these land use activities would be permitted in the ALR without an application to the ALC, could be prohibited by a local government, and could vary between Zone 1 and Zone 2.

Q 5) Should anaerobic digesters be permitted in the ALR if the inputs are generated from farming activities?

Anaerobic digestion is defined as a collection of processes by which *microorganisms* break down *biodegradable* material in the absence of *oxygen*. In the farm context, biodegradable material primarily means animal waste, or manure. The process is used to manage farm waste and/or to produce fuels, which may then be used on farm or sold for revenue. Dairy farms in particular may benefit from being able to establish anaerobic digesters on-farm without an application to the ALC, given the ready availability of feedstock.

Q 6) Should on-farm cogeneration facilities be permitted on farms where a portion of the energy created is used on-farm?

Cogeneration or combined heat and power (CHP) is the use of a <u>heat engine</u> or <u>power station</u> to simultaneously generate <u>electricity</u>, <u>useful heat</u>, and CO2, which can either be used on the farm or sold. Greenhouse operations in particular may benefit from being able to establish co-gen facilities on-farm without an application to the ALC, since heat and CO2 are both used in greenhouse production.

Q 7) Should the parameters be expanded for when non-agriculture related businesses are allowed to operate on ALR properties in Zone 2?

Currently the Regulation permits a home occupation use that is accessory to a dwelling, of not more than 100 m2 or such other area as specified in a local government bylaw. One idea is to expand opportunities for a broader range of land-based non-agricultural businesses, such as certain oil and gas ancillary services.

Note: As with Farm Uses, careful consideration should be given to any appropriate parameters for limiting the proposed new activities, including the size and location of any facilities, their permanence, the percentage of inputs derived from the farm and/or the percentage of outputs used on the farm, their impact on neighbouring farms, options for land reclamation after the use ends, whether or not the property is actually being farmed, and the likely impact of the proposed use to the farm operation.

Sub-division

Although most subdivisions require an application to the ALC, section 10 of the ALR Regulation establishes when and how subdivisions of ALR properties can be made by local government (and provincial) Approving Officers, without an application to the ALC. These include subdivisions that will consolidate two or more parcels into a single parcel, and certain other subdivisions when the subdivision will not result in any increase in the number of parcels.

Two ideas have been proposed to enable farmers and ranchers to expand the circumstances under which subdivisions can be approved by an Approving Officer without application to the ALC.

Q 8) Should the subdivision of ALR properties in Zone 2 to a minimum parcel size of a quarter section be allowed without an application to the ALC?

From 1997 to 2003 the ALC "Quarter Section General Order" (or policy) permitted subdivisions down to a minimum size of a quarter section, without an application, in the Peace River and Northern Rockies Regional Districts. The idea here is to reinstate this practice, through regulation, and apply it throughout Zone 2.

Q 9) Should the subdivision of ALR parcels in Zone 2 that are of a defined size, and that are divided by a major highway or waterway, be allowed without an application to the ALC?

Farm properties are often difficult to manage with a major obstruction in the way, and the ALC often allows subdivision of these parcels through an application. The idea here is to allow an Approving Officer to approve subdivisions where such a major obstruction (to be defined in regulation) exists.

Agri-tourism

One proposal is that further definition of what constitutes an "agri-tourism activity" could usefully be provided in section 2 of the Regulation. Section 2 currently provides that agri-tourism activities are allowable as a farm use if the use is temporary and seasonal, and promotes or markets farm products grown, raised or processed on the farm. Providing greater clarity on what constitutes a "temporary and seasonal" activity and when that activity "promotes or markets farm products" may be beneficial for farmers, local governments and the ALC.

It has similarly been proposed that further definition be provided on when agri-tourism accommodations are permitted under section 3 of the Regulation, to ensure that any such accommodations are tied to a legitimate agri-tourism activity under section 2.

Q 10) Should greater clarity be provided on what constitutes an agri-tourism activity that is allowable in the ALR without an application, and if so what parameters should be established?

Leasing land

Currently a landowner in the ALR may lease their entire property without making an application to the ALC, but must make an application in order to lease a portion of their property. It has been proposed that temporary leases of a portion of a property be allowed without an application if the lease is to (a) enable the intergenerational transfer of active farm or ranch operations without a subdivision, or (b) to encourage the use of otherwise unfarmed land by existing or new farmers.

Q 11) Should temporary leases of portions of a property in Zone 2 of the ALR be allowed without an application to the ALC for:
(a) intergenerational transfer of an active farm or ranch operation; and/or
(b) to encourage the use of otherwise unfarmed land by existing or new farmers?

Allowing "life estate leases" for inter-generational transfer would allow retiring farmers to continue to live on their property while leasing or selling it to their children or other new entrants. The lease could allow a second residence to be established on the property, but no permanent subdivision of property would be involved.

Allowing temporary leases of a portion of a property to bring fallow ALR land into production could help new entrants/young farmers get into agriculture, and/or could increase opportunities for existing farmers to access more land without purchase. This kind of lease would not lead to additional residences being permitted on the farm and would not require a subdivision.

7. Thank you!

Your input into this consultation is greatly appreciated. If you would like to contribute further comments, you may do so by email at <u>ALCA_feedback@gov.bc.ca</u> or through our consultation website at <u>http://engage.gov.bc.ca/landreserve</u>

Comments can also be submitted by mail at:

ALR Reg. Consultation PO Box 9120 Stn. Provincial Government Victoria BC V8W 9B4

Appendix A: List of Recent Amendments to the Agricultural Land Commission Act

General "Theme"	Description of Change	Section Reference
1) ALC Reporting and Accountability	Allow government, by regulation, to set service standards and reporting requirements for the Commission to the Minister.	ALCA Section 12(2)
	Minister can by order set performance standards.	ALCA Section 12(2.1)
2) Panel Regions and Panel Composition	Establish the 6 existing panel regions (defined geographically in the new Schedule to ALCA)	ALCA Section 4.1
	Require that a panel be established for each of the 6 panel regions.	ALCA Section 11(1)
	Require that the Chair refer applications from a panel region to the panel for that panel region.	ALCA Section 11(6)
	Sets out when chair of the Commission can refer an application to the executive committee.	ALCA Section 11.2
	Commission must consist of at least 13 individuals.	ALCA Section 5(1)
	Regional panels will have a minimum of 2 members, one of whom will be vice chair for the panel appointed by the LGIC.	ALCA Section 5(2) and ALCA Section 11
	Vice chairs and members must be resident in the region of the panel to which they are appointed ('residency' to be defined by regulation).	ALCA Section 5(2) and ALCA Section 11(3)
3) Zones	Zone 1 = Island, South Coast and Okanagan panel regions.	ALCA Section 4.2
	Zone 2 = the rest of BC (i.e. Interior, Kootenay, North panel regions, and other).	

General "Theme"	Description of Change	Section Reference
4) Decision-Making in Zones	Zone 1 – no change to decision-making – ALC considers applications on case-by-case basis within the legislated purpose of the Commission, which are as follows:	ALCA Section 4.3
	 (a) to preserve agricultural land; (b) to encourage farming on agricultural land in collaboration with other communities of interest; 	
	(c) to encourage local governments, first nations, the government and its agents to enable and accommodate farm use of agricultural land and uses compatible with agriculture in their plans, bylaws and policies.	
	In rendering its decisions in Zone 2, the Commission must also now consider other factors in descending order of priority:	
	 economic, cultural and social values; 	
	 regional and community planning objectives; and 	
	 any other considerations prescribed by regulation. 	
	This does not require the Commission to make decisions that only reflect these new considerations. The Commission is still an independent body and will balance agricultural factors with these other considerations.	
	The legislation provides for greater flexibility in ALC decision-making to allow farmers in Zone 2 to have more options for earning an income.	
5) <i>Local Government</i> <i>Act</i> Amendment	Section 879 of the <i>Local Government Act</i> is amended so that local governments must consult with the Commission earlier on in development of, or amendments to, an Official Community Plan (i.e. prior to first reading).	<i>Local Government</i> <i>Act</i> Section 879
6) Additional Regulation- Making Powers added to the ALCA	Several subsections have been added to section 58 of the ALCA to provide for additional regulation-making powers. The regulations we are consulting on in this process are tied to several of these new powers and to the other regulation-making powers that have existed for some time in the ALCA.	ALCA Section 58

Appendix B: Excerpt from the Agricultural Land Reserve Use, Subdivision and Procedure Regulation

Activities designated as farm use

- 2 (2) The following activities are designated as farm use for the purposes of the Act and may be regulated but must not be prohibited by any local government bylaw except a bylaw under section 917 of the *Local Government Act* or, if the activity is undertaken on treaty settlement lands, by a law of the applicable treaty first nation government:
 - (a) farm retail sales if
 - (i) all of the farm product offered for sale is produced on the farm on which the retail sales are taking place, or
 - (ii) at least 50% of the retail sales area is limited to the sale of farm products produced on the farm on which the retail sales are taking place and the total area, both indoors and outdoors, used for the retail sales of all products does not exceed 300 m2;
 - (b) a British Columbia licensed winery or cidery and an ancillary use if the wine or cider produced and offered for sale is made from farm product and
 - (i) at least 50% of that farm product is grown on the farm on which the winery or cidery is located, or
 - (ii) the farm that grows the farm products used to produce wine or cider is more than 2 ha in area, and, unless otherwise authorized by the commission, at least 50% of the total farm product for processing is provided under a minimum 3 year contract from a farm in British Columbia;
 - (c) storage, packing, product preparation or processing of farm products, if at least 50% of the farm product being stored, packed, prepared or processed is produced on the farm or is feed required for farm production purposes on the farm;
 - (d) land development works including clearing, levelling, draining, berming, irrigating and construction of reservoirs and ancillary works if the works are required for farm use of that farm;
 - (e) agri-tourism activities, other than accommodation, on land that is classified as a farm under the <u>Assessment Act</u>, if the use is temporary and seasonal, and promotes or markets farm products grown, raised or processed on the farm;
 - (f) timber production, harvesting, silviculture and forest protection;

- (g) agroforestry, including botanical forest products production;
- (h) horse riding, training and boarding, including a facility for horse riding, training and boarding, if
 - (i) the stables do not have more than 40 permanent stalls, and
 - the facility does not include a racetrack licensed by the British Columbia Racing Commission;
- (i) the storage and application of fertilizers, mulches and soil conditioners;
- (j) the application of soil amendments collected, stored and handled in compliance with the Agricultural Waste Control Regulation, B.C. Reg. 131/92;
- (k) the production, storage and application of compost from agricultural wastes produced on the farm for farm purposes in compliance with the Agricultural Waste Control Regulation, B.C. Reg. 131/92;
- (l) the application of compost and biosolids produced and applied in compliance with the Organic Matter Recycling Regulation, B.C. Reg. 18/2002;
- (m) the production, storage and application of Class A compost in compliance with the Organic Matter Recycling Regulation, B.C. Reg. 18/2002, if all the compost produced is used on the farm;
- (n) soil sampling and testing of soil from the farm;
- (o) the construction, maintenance and operation of farm buildings including, but not limited to, any of the following:
 - (i) a greenhouse;
 - (ii) a farm building or structure for use in an intensive livestock operation or for mushroom production;
 - (iii) an aquaculture facility.
- (3) Any activity designated as farm use includes the construction, maintenance and operation of a building, structure, driveway, ancillary service or utility necessary for that farm use.
- (4) Unless permitted under the <u>Water Act</u> or the <u>Environmental Management Act</u>, any use specified in subsection (2) includes soil removal or placement of fill necessary for that use as long as it does not
 - (a) cause danger on or to adjacent land, structures or rights of way, or
 - (b) foul, obstruct or impede the flow of any waterway.
- (5) The removal of soil or placement of fill as part of a use designated in subsection (2) must be considered to be a designated farm use and does not require notification except under section 4.

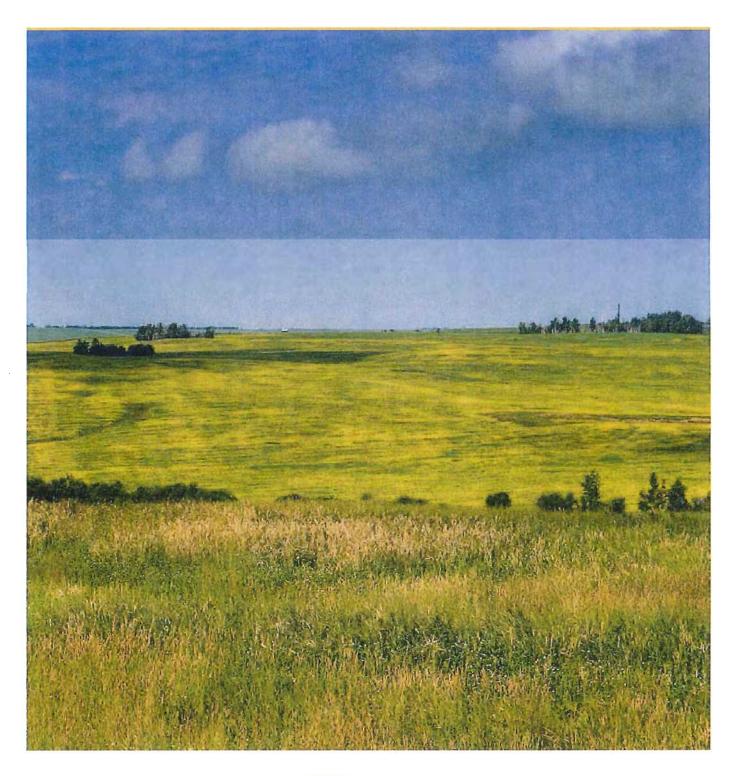
Permitted uses for land in an agricultural land reserve

- 3 (1) The following land uses are permitted in an agricultural land reserve unless otherwise prohibited by a local government bylaw or, for lands located in an agricultural land reserve that are treaty settlement lands, by a law of the applicable treaty first nation government:
 - (a) accommodation for agri-tourism on a farm if
 - all or part of the parcel on which the accommodation is located is classified as a farm under the <u>Assessment Act</u>,
 - (ii) the accommodation is limited to 10 sleeping units in total of seasonal campsites, seasonal cabins or short term use of bedrooms including bed and breakfast bedrooms under paragraph (d), and
 - (iii) the total developed area for buildings, landscaping and access for the accommodation is less than 5% of the parcel;
 - (b) for each parcel,
 - (i) one secondary suite within a single family dwelling, and
 - (ii) one manufactured home, up to 9 m in width, for use by a member of the owner's immediate family;
 - (c) a home occupation use, that is accessory to a dwelling, of not more than 100 m² or such other area as specified in a local government bylaw, or treaty first nation government law, applicable to the area in which the parcel is located;
 - (d) bed and breakfast use of not more than 4 bedrooms for short term tourist accommodation or such other number of bedrooms as specified in a local government bylaw, or treaty first nation government law, applicable to the area in which the parcel is located;
 - (e) operation of a temporary sawmill if at least 50% of the volume of timber is harvested from the farm or parcel on which the sawmill is located;
 - biodiversity conservation, passive recreation, heritage, wildlife and scenery viewing purposes, as long as the area occupied by any associated buildings and structures does not exceed 100 m² for each parcel;
 - (g) use of an open land park established by a local government or treaty first nation government for any of the purposes specified in paragraph (f);
 - (h) breeding pets or operating a kennel or boarding facility;
 - education and research except schools under the <u>School Act</u>, respecting any use permitted under the Act and this regulation as long as the area occupied by any buildings or structures necessary for the education or research does not exceed 100 m² for each parcel;
 - (j) production and development of biological products used in integrated pest management programs as long as the area occupied by any buildings or structures necessary for the production or development does not exceed 300 m² for each parcel;

- (k) aggregate extraction if the total volume of materials removed from the parcel is less than 500 m³, as long as the cultivatable surface layer of soil is salvaged, stored on the parcel and available to reclaim the disturbed area;
- (l) force mains, trunk sewers, gas pipelines and water lines within an existing dedicated right of way;
- (m) telecommunications equipment, buildings and installations as long as the area occupied by the equipment, buildings and installations does not exceed 100 m² for each parcel;
- (n) construction and maintenance, for the purpose of drainage or irrigation or to combat the threat of flooding, of
 - (i) dikes and related pumphouses, and
 - (ii) ancillary works including access roads and facilities;
- (o) unpaved airstrip or helipad for use of aircraft flying non-scheduled flights;
- (p) the production, storage and application of Class A compost in compliance with the Organic Matter Recycling Regulation, B.C. Reg. 18/2002, if at least 50% of the compost measured by volume is used on the farm.
- (2) Nothing in subsection (1) (a) is to be interpreted as permitting the conversion of a building into strata lots by an owner.
- (3) If a use is permitted under subsection (1) (k) it is a condition of the use that once the extraction of aggregate is complete, the disturbed area must be rehabilitated in accordance with good agricultural practice.
- (4) The following land uses are permitted in an agricultural land reserve:
 - (a) any
 - ecological reserve established under the <u>Ecological Reserve Act</u> or by the <u>Protected Areas of British Columbia Act</u>,
 - (ii) park established under the <u>Park Act</u> or by the <u>Protected Areas of</u> <u>British Columbia Act</u>,
 - (iii) protected area established under the Environment and Land Use Act,
 - (iv) wildlife management area established under the *Wildlife Act*, or
 - (v) recreation reserve established under the *Land Act*;
 - (b) dedication or upgrading of an existing road with vehicular access and use declared to be a highway under section 42 of the *Transportation Act*;
 - (c) road construction or upgrading within a dedicated right of way that has a constructed road bed for vehicular access and use;
 - (d) if the widening or works does not result in an overall right of way width of more than 24 m, widening of an existing constructed road right of way for
 - (i) safety or maintenance purposes, or
 - (ii) drainage or flood control works;

- (d.1) widening an existing constructed road right of way to ease one curve;
- (e) establishing as a forest service road
 - (i) an existing road under the *Forest Act*, or
 - (ii) a new road in a managed forest;
- (f) increasing the right of way width of a forest service road by up to 4 m if the widening does not result in an overall right of way width of more than 24 m;
- (g) railway construction, upgrading and operations on an existing railbed within a dedicated right of way, including widening of an existing railway right of way if the widening does not result in an overall right of way width of more than 30 m;
- (h) surveying, exploring or prospecting for gravel or minerals if all cuts, trenches and similar alterations are restored to the natural ground level on completion of the surveying, exploring or prospecting;
- surface water collection for farm use or domestic use, water well drillings, connection of water lines, access to water well sites and required rights of way or easements;
- (j) soil research or testing as long as the soil removed or fill placed is only in an amount necessary for the research or testing.
- (5) Any permitted use specified in subsection (1) or (4) includes the construction, maintenance and operation of buildings, structures, driveways, ancillary services and utilities necessary for that use.
- (6) Unless permitted under the <u>Water Act</u> or the <u>Environmental Management Act</u>, any use specified in subsection (1) or (4) includes soil removal or placement of fill necessary for that use as long as the soil removal or placement of fill does not
 - (a) cause danger on or to adjacent land, structures or rights of way, or
 - (b) foul, obstruct or impede the flow of any waterway.

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ATTACHMENT 2

August 15, 2014

Richmond Responses to the Ministry of Agriculture's Consultation on Potential changes to the Agricultural Land Reserve Use, Subdivision and Procedure Regulation

Note: The Richmond responses in this attachment are the same responses as submitted to the Ministry of Agriculture in Abbotsford on August 14, 2014, except that this attachment contains several additional comments in italics.

Part 1 – Richmond's Responses to the Ministry of Agriculture's Consultation Questions

Ministry of Agriculture Question 1. The parameters for allowable on-farm food storage, packing, processing and retail establishments should be revised.

Ministry of Agriculture Background: Currently, the Regulation states that food storage, packing, product preparation, and food processing are permitted if at least 50% of the product is from the farm or is feed required for the farm. Retail sales are permitted if at least 50% of the retail sales area is used to sell products from the farm. Allowing farms to pack, process and sell more product from neighbouring farms could encourage cooperative arrangements between farms in proximity to one another, could allow the establishment of more licensed abattoirs (large, small or mobile) on farms, and could encourage more on-farm, value added, further-processing activities related to fresh produce (e.g., grape juice), dairy products (e.g., cheese), or nutraceutical / pharmaceutical products (e.g., related to medical marihuana).

City's Current Policy and Regulations: The current City's policy and regulations are generally consistent with the current provincial regulations except for farm-based wineries which are more rigorously regulated and medical marihuana facilities which are prohibited in the ALR. Currently, when a farm does not produce 50% of the products on site, it is not allowed in the ALR but may be allowed in an industrial area.

City's Draft Response: Strongly Disagree

- The existing parameters are sufficient to enable farm operations to diversify as stated.
- The existing regulations should be properly monitored and enforced to prevent industrialization of farmland and protect productive farmland for soil-based agriculture.
- The existing land use application process (i.e., ALR and the City non-farm use application process) is the appropriate mechanism to manage the expansion of such uses.
- If this regulation is changed, each local government should have the ability to establish their own regulations based on the context and issues specific to each municipality/region (e.g., Richmond's zoning regulatory approach to farm-based wineries in the ALR).

¹ At the August 14 regional meeting, the Ministry clarified it is considering allowing only medical marihuana production facilities not other nutraceutical/pharmaceutical product processing facilities.

Question 2. Breweries, distilleries and meaderies should be allowed on ALR land on the same or similar terms as wineries and cideries are currently allowed.

Ministry of Agriculture Background: Currently, wineries and cideries are allowed on ALR land without application to the ALC, so long as a prescribed percentage (i.e., 50%) of the agricultural product used to produce the final product comes from either the farm on which the winery/cidery sits, or another BC farm. The idea here is to extend the same provisions and conditions to breweries, distilleries and meaderies.

City's Current Policy & Regulations: The provincial regulations require: at least 50% of farm product offered for sale is grown on the farm on which the winery or cidery is located; or at least 50% of the total farm product for processing is from other BC farms and the farm is more than 2 ha in area. In addition to the provincial regulations, the City limits the overall size of a farm-based winery to 1,000 m² (10,800 ft²) or a maximum floor area ratio of 0.05.

City's Draft Response: Agree

 Any ALR/provincial land use regulations considered for breweries, distilleries and meaderies should also allow for the City to place additional regulations and prohibit the land use, if the City deems necessary.

Question 3. The allowable footprint for consumption areas (or 'lounges') ancillary to wineries and cideries (and potentially also breweries, distilleries and meaderies) should be increased.

Ministry of Agriculture Background: Currently, wineries and cideries in the ALR are allowed to establish consumption areas (or 'lounges') to a maximum size of $125m^2$ (1,345.5 ft²) inside, and $125m^2$ (1,345.5 ft²) outside. One of the findings from the recent provincial Liquor Policy Review is that government should consult on increasing the limit for allowable consumption areas.

City's Current Policy & Regulations: The City's regulations are the same as the provincial regulations.

City's Draft Response: Strongly Disagree

- The existing indoor and outdoor consumption area limitations are sufficient.
- Increasing the size limitations for consumption areas will allow for the intensification of commercial activities and uses that are outside of the typical type of supporting commercial uses for a farm based winery (e.g., banquet hall, special event venue) which may negatively affect the agricultural operations and may cause conflict with neighbouring agricultural properties.
- If pursued, further clarification should first be provided to identify the exact proposed increases and their implications.
- The City should be allowed to place additional regulations and prohibit the land use, if the City deems necessary.

Question 4. Wineries and cideries (and potentially breweries, distilleries and meaderies) should be allowed to sell alcohol that was produced elsewhere in BC, not at the winery or cidery.

Ministry of Agriculture Background: Currently, a winery or cidery may only sell alcohol produced at that winery or cidery. One of the findings from the recent provincial Liquor Policy Review is that government should consult on allowing the sale of alcohol produced in BC, but not produced on the farm.

City's Current Policy & Regulations: In addition to the provincial regulations, the City limits the total area, both indoors and outdoors, used for the retail sales of all products to 300 m².

City's Draft Response: Agree (with conditions)

- As long as the retail area is limited to the same size (i.e., 300 m²) and as long as a minimum of 50% of the retail area dedicated to retailing products grown and produced on the farm, this would be consistent with allowing retail activities not just limited to the product produced on site. The City does not want these retail areas to turn into stand alone stores that have no linkage to the farm operation.
- The City should be allowed to place additional regulations and prohibit the land use, if the City deems
 necessary.

Question 5. Anaerobic digesters should be permitted in the ALR, if the inputs are generated from farming activities.

Ministry of Agriculture Background: Anaerobic digestion is defined as a collection of processes by which microorganisms break down biodegradable material in the absence of oxygen. In the farm context, biodegradable material primarily means animal waste, or manure. The process is used to manage farm waste and/or to produce fuels, which may then be used on farm or sold for revenue. Dairy farms in particular may benefit from being able to establish anaerobic digesters on-farm without an application to the ALC, given the ready availability of feedstock.

City's Current Policy & Regulations: The City's regulations are the same as the provincial regulations (i.e., anaerobic digesters are not permitted in the ALR).

City's Draft Response: Agree

- Specific guidelines and requirements should be developed for this type of land use to ensure that negative impacts/nuisances to surrounding properties and the City are minimized.
- The province and ALC should establish a provincial permitting process to ensure that guidelines and regulations are being complied with and provide a means to manage complaints by enforcement.
- The province would need to take the lead on permitting and enforcement and have adequate staff to do so.
- Anaerobic digesters should be regulated on the site to ensure that they do not negatively affect farming, ground water, soil and air quality (e.g., odour).
- All the inputs must be generated from farming activities on the farm and domestic waste should not be allowed (to avoid unwanted chemicals occurring on the farm).
- The City should be allowed to place additional regulations and prohibit the land use, if the City deems
 necessary.

Question 6. On-farm cogeneration facilities should be permitted on farms where a portion of the energy created is used on-farm.

Ministry of Agriculture Background: Cogeneration or combined heat and power (CHP) is the use of a heat engine or power station to simultaneously generate electricity, useful heat, and CO², which can either be used on the farm or sold. Greenhouse operations in particular may benefit from being able to

establish co-gen facilities on-farm without an application to the ALC, since heat and CO² are both used in greenhouse production.

City's Current Policy & Regulations: The City's regulations are the same as the provincial regulations (i.e., on-farm cogeneration facilities are not permitted in the ALR).

City's Draft Response: Strongly Agree

- Waste and by-products can be utilized more efficiently and contribute to sustainable energy supply, and nutrient and organic components can be used at the farm.
- The ALC should set the minimum amount of waste that should be produced on the farm to ensure that the facility does not turn into a major industrial site and should regulate where it can be located.
- Provincial guidelines and regulations need to be established to ensure that operations are run
 effectively and provide a means to address adjacency issues/complaints.
- Adequate staff should be provided to inspect and enforce.
- The City should be allowed to place additional regulations and prohibit the land use, if the City deems necessary.

Question 10. Greater clarity should be provided on what constitutes an agri-tourism activity that is allowable in the ALR without an application, and if so what parameters should be established.

Ministry of Agriculture Background: Further clarification on what constitutes an "agri-tourism activity" could usefully be provided in section 2 of the Regulation. Section 2 currently provides that agri-tourism activities are allowable as a farm use if the use is temporary and seasonal, and promotes or markets farm products grown, raised or processed on the farm. Providing greater clarity on what constitutes a "temporary and seasonal" activity and when that activity "promotes or markets farm products" may be beneficial for farmers, local governments and the ALC.

City's Current Policy & Regulations: The City's regulations are the same as the provincial regulations and has no further restrictions.

City's Draft Response: Strongly Agree

- Clearer parameters and regulations should be provided so that municipalities would be able to easily interpret them.
- Any regulations specific to agri-tourism activities as a permitted use should also enable the municipality to regulate it further or not permit it if it is deemed necessary.

Part 2 - Richmond's Additional ALR Requests of the Minister of Agriculture

In addition to responding to the Ministry's questions, Richmond also requests the Minister of Agriculture to address a number of other concerns which are important to Richmond, as they have been identified by Council over the years. These additional Minister requests include:

1. <u>Port Metro Vancouver (PMV) not to use the ALR for industrial purposes</u>: PMV has purchased 240 acres of farmland in the ALR in Richmond and will not commit to farming it. The City of Richmond requests that the Minister seek Provincial government support to prepare an ALC policy to prohibit PMV from converting agricultural land to port industrial uses and that the

Province encourage the Federal Government to prepare and implement a binding dispute/conflict resolution mechanism between local governments and PMV.

- 2. <u>A Planned and Managed Approach to ALC Act Changes</u>: It is crucial for local governments, key stakeholders and the public to understand the implications of the proposed changes and have the opportunity to review and comment on draft regulations. Council is concerned about the lack of a detailed analysis of the proposed changes and their potential impacts. The City of Richmond requests that:
 - each proposed regulatory change be first clarified and comprehensively analysed for its on and off site impacts (e.g., sustainability, land use, water, sanitary, drainage, hydro, telecommunications, environmental, financial, taxation),
 - specific policies and guidelines for the Province, ALC, local governments and property owners be prepared to enable them to properly manage the proposed changes, and
 - more consultation be conducted on clarified proposed changes, before they are approved.
- 3. <u>Agricultural Viability as the Priority</u>: The Ministry is requested to ensure that all the proposed changes reinforce and enhance the following:
 - agricultural viability,
 - agricultural sustainability, and

- the protection and quality of the essential agricultural resources (e.g., air, water, soil). These principles are essential for a viable agricultural sector, production, operations and products.

- 4. <u>Additional Funding</u>: The Ministry and ALC staff and funding should be increased to properly enforce the existing and proposed ALR regulations (e.g., illegal soil fill, research, farm uses, municipal liaison).
- 5. <u>Consultation with First Nations</u>: It is requested that First Nations be consulted regarding the proposed changes.

Prepared by: Policy Planning, City of Richmond



6911 No. 3 Road

Richmond, BC V6Y 2C1 www.richmond.ca

August 13, 2014 File: 08-4040-01/2014-Vol 01

Delivered by Hand

PO Box 9120 Stn. Provincial Government Victoria BC V8W 9B4

Attention: **Derek Sturko**, **Deputy Minister**

Dear Mr. Sturko:

Re: City of Richmond Responses: Consultation on Potential Changes to the Agricultural Land Reserve Use, Subdivision and Procedure Regulation

The purpose of this letter is to provide Richmond's responses to the Ministry of Agriculture's consultation on potential changes to the Agricultural Land Reserve Use, Subdivision and Procedure Regulation, and request the Ministry to address several key issues that have been identified by the Richmond City Council over the years.

Council would like to reiterate its concerns regarding the inappropriate timing and the short length of the consultation period and is disappointed that its request for a deadline extension to the end of September, 2014 has been declined. Council asks that you re-consider its request for the extension. To meaningfully engage stakeholders and ensure full participation, the month of August when many people are away on vacation must be avoided and sufficient time must be allowed in order to review the proposed changes and provide comments.

Richmond Responses

Attachment 1 contains Richmond's responses to the consultation questions. Please note that the responses may change based on the discussion at the regional meeting, and if so, they will be submitted by the August 22, 2014 noon deadline.

Richmond Additional Requests

In addition to responding to the consultation questions, Council would like to take this opportunity to request the Minister to address the following issues and concerns:

1. Port Metro Vancouver (PMV) not to use the ALR for industrial purposes: PMV has purchased 240 acres of farmland in the ALR in Richmond and will not commit to farming it. The City of Richmond requests that the Minister seek Provincial government support to



Planning and Development Department Policy Planning Fax: 604-276-4052 prepare an ALC policy to prohibit PMV from converting agricultural land to port industrial uses and that the Province encourage the Federal Government to prepare and implement a binding dispute/conflict resolution mechanism between local governments and PMV.

- 2. <u>A Planned and Managed Approach to ALC Act Changes</u>: It is crucial for local governments, key stakeholders and the public to understand the implications of the proposed changes and have the opportunity to review and comment on draft regulations. Council is concerned about the lack of a detailed analysis of the proposed changes and their potential impacts. The City of Richmond requests that:
 - each proposed regulatory change be first clarified and comprehensively analysed for its on and off site impacts (e.g., sustainability, land use, water, sanitary, drainage, hydro, telecommunications, environmental, financial, taxation),
 - specific policies and guidelines for the Province, ALC, local governments and property owners be prepared to enable them to properly manage the proposed changes, and
 - more consultation be conducted on clarified proposed changes, before they are approved.
- 3. <u>Agricultural Viability as the Priority</u>: The Ministry is requested to ensure that all the proposed changes reinforce and enhance the following:
 - agricultural viability,
 - agricultural sustainability, and

- the protection and quality of the essential agricultural resources (e.g., air, water, soil). These principles are essential for a viable agricultural sector, production, operations and products.

- 4. <u>Additional Funding</u>: The Ministry and ALC staff and funding should be increased to properly enforce the existing and proposed ALR regulations (e.g., illegal soil fill, research, farm uses, municipal liaison).
- 5. <u>Consultation with First Nations</u>: It is requested that First Nations be consulted regarding the proposed changes.

We look forward to your support in addressing the key issues and concerns as noted above. If you need any clarification or wish to discuss this matter further, please contact me at 604-276-4319.

Yours truly

Terry Crowe Manager, Policy Planning

TTC:mp

Att. (1)

Cc: Richmond Council Joe Erceg, General Manager, Planning and Development Minhee Park, Planner 1, Policy Planning

ATTACHMENT 1

August 13, 2014

Richmond Responses to the Ministry of Agriculture's Consultation on Potential changes to the Agricultural Land Reserve Use, Subdivision and Procedure Regulation

Part 1 – Richmond's Proposed Responses to the Ministry of Agriculture's Consultation Questions

Ministry of Agriculture Question 1. The parameters for allowable on-farm food storage, packing, processing and retail establishments should be revised.

Ministry of Agriculture Background: Currently, the Regulation states that food storage, packing, product preparation, and food processing are permitted if at least 50% of the product is from the farm or is feed required for the farm. Retail sales are permitted if at least 50% of the retail sales area is used to sell products from the farm. Allowing farms to pack, process and sell more product from neighbouring farms could encourage cooperative arrangements between farms in proximity to one another, could allow the establishment of more licensed abattoirs (large, small or mobile) on farms, and could encourage more on-farm, value added, further-processing activities related to fresh produce (e.g., grape juice), dairy products (e.g., cheese), or nutraceutical / pharmaceutical products (e.g., related to medical marihuana).

City's Current Policy and Regulations: The current City's policy and regulations are generally consistent with the current provincial regulations except for farm-based wineries which are more rigorously regulated and medical marihuana facilities which are prohibited in the ALR.

City's Draft Response: Strongly Disagree

- The existing parameters are sufficient to enable farm operations to diversify as stated.
- The existing land use application process (i.e., ALR and the City non-farm use application process) is the appropriate mechanism to manage such uses.
- If this regulation is changed, each local government should have the ability to establish their own regulations based on the context and issues specific to each municipality/region (e.g., Richmond's zoning regulatory approach to farm-based wineries in the ALR).
- Currently, when a farm does not produce 50% of the products on site, it is not allowed in the ALR but may be allowed in an industrial area.

Question 2. Breweries, distilleries and meaderies should be allowed on ALR land on the same or similar terms as wineries and cideries are currently allowed.

Ministry of Agriculture Background: Currently, wineries and cideries are allowed on ALR land without application to the ALC, so long as a prescribed percentage (i.e., 50%) of the agricultural product used to produce the final product comes from either the farm on which the winery/cidery sits, or another BC farm. The idea here is to extend the same provisions and conditions to breweries, distilleries and meaderies.

City's Current Policy & Regulations: In addition to the provincial regulations, the City limits the overall size of a farm-based winery to $1,000 \text{ m}^2$ ($10,800 \text{ ft}^2$) or a maximum floor area ratio of 0.05.

City's Draft Response: Agree

Any ALR/provincial land use regulations considered for breweries, distilleries and meaderies should
also allow for the City to place additional regulations and prohibit the land use, if the City deems
necessary.

Question 3. The allowable footprint for consumption areas (or 'lounges') ancillary to wineries and cideries (and potentially also breweries, distilleries and meaderies) should be increased.

Ministry of Agriculture Background: Currently, wineries and cideries in the ALR are allowed to establish consumption areas (or 'lounges') to a maximum size of $125m^2$ (1,345.5 ft²) inside, and $125m^2$ (1,345.5 ft²) outside. One of the findings from the recent provincial Liquor Policy Review is that government should consult on increasing the limit for allowable consumption areas.

City's Current Policy & Regulations: The City's regulations are the same as the provincial regulations.

City's Draft Response: Strongly Disagree

- The existing indoor and outdoor consumption area limitations are sufficient.
- Increasing the size limitations for consumption areas will allow for the intensification of commercial activities and uses that are outside of the typical type of supporting commercial uses for a farm based winery (e.g., banquet hall, special event venue) which may negatively affect the agricultural operations and may cause conflict with neighbouring agricultural properties.
- If pursued, further clarification should first be provided to identify the exact proposed increases and their implications.

Question 4. Wineries and cideries (and potentially breweries, distilleries and meaderies) should be allowed to sell alcohol that was produced elsewhere in BC, not at the winery or cidery.

Ministry of Agriculture Background: Currently, a winery or cidery may only sell alcohol produced at that winery or cidery. One of the findings from the recent provincial Liquor Policy Review is that government should consult on allowing the sale of alcohol produced in BC, but not produced on the farm.

City's Current Policy & Regulations: The City limits the total area, both indoors and outdoors, used for the retail sales of all products to 300.0 m².

City's Draft Response: Agree (with conditions)

As long as the retail area is limited to the same size (i.e., 300 m²) and as long as a minimum of 50% of the retail area dedicated to retailing products grown and produced on the farm, this would be consistent with allowing retail activities not just limited to the product produced on site. The City does not want these retail areas to turn into stand alone stores that have no linkage to the farm operation.

Question 5. Anaerobic digesters should be permitted in the ALR, if the inputs are generated from farming activities.

Ministry of Agriculture Background: Anaerobic digestion is defined as a collection of processes by which microorganisms break down biodegradable material in the absence of oxygen. In the farm context, biodegradable material primarily means animal waste, or manure. The process is used to manage farm

waste and/or to produce fuels, which may then be used on farm or sold for revenue. Dairy farms in particular may benefit from being able to establish anaerobic digesters on-farm without an application to the ALC, given the ready availability of feedstock.

City's Current Policy & Regulations: The City's regulations are the same as the provincial regulations (i.e., anaerobic digesters are not permitted in the ALR).

City's Draft Response: Strongly Agree

- If anaerobic digesters are permitted, it would benefit farmers given the ready availability of feedstock.
- However, specific guidelines and requirements should be developed for this type of land use to ensure that negative impacts/nuisances to surrounding properties and the City are minimized.
- The province and ALC should establish a provincial permitting process to ensure that guidelines and regulations are being complied with and provide a means to manage complaints by enforcement.
- The province would need to take the lead on permitting and enforcement and have adequate staff to do so.
- Anaerobic digesters should be regulated on the site to ensure that they do not negatively affect farming, ground water, soil and air quality (e.g., odour).
- All the inputs must be generated on the farm.

Question 6. On-farm cogeneration facilities should be permitted on farms where a portion of the energy created is used on-farm.

Ministry of Agriculture Background: Cogeneration or combined heat and power (CHP) is the use of a heat engine or power station to simultaneously generate electricity, useful heat, and CO², which can either be used on the farm or sold. Greenhouse operations in particular may benefit from being able to establish co-gen facilities on-farm without an application to the ALC, since heat and CO² are both used in greenhouse production.

City's Current Policy & Regulations: The City's regulations are the same as the provincial regulations (i.e., on-farm cogeneration facilities are not permitted in the ALR).

City's Draft Response: <u>Strongly Agree</u>

- Waste and by-products can be utilized more efficiently and contribute to sustainable energy supply, and nutrient and organic components can be used at the farm.
- The ALC should set the minimum amount of waste that should be produced on the farm to ensure that the facility does not turn into a major industrial site and should regulate where it can be located.
- Provincial guidelines and regulations need to be established to ensure that operations are run
 effectively and provide a means to address adjacency issues/complaints.
- Adequate staff should be provided to inspect and enforce.

Question 10. Greater clarity should be provided on what constitutes an agri-tourism activity that is allowable in the ALR without an application, and if so what parameters should be established.

Ministry of Agriculture Background: Further clarification on what constitutes an "agri-tourism activity" could usefully be provided in section 2 of the Regulation. Section 2 currently provides that agri-tourism

activities are allowable as a farm use if the use is temporary and seasonal, and promotes or markets farm products grown, raised or processed on the farm. Providing greater clarity on what constitutes a "temporary and seasonal" activity and when that activity "promotes or markets farm products" may be beneficial for farmers, local governments and the ALC.

City's Current Policy & Regulations: The City's regulations are the same as the provincial regulations and has no further restrictions.

City's Draft Response: Strongly Agree

- Clearer parameters and regulations should be provided so that municipalities would be able to easily interpret them.
- Any regulations specific to agri-tourism activities as a permitted use should also enable the municipality to regulate it further or not permit it if it is deemed necessary.

Part 2 – Richmond's Additional ALR Requests of the Minister of Agriculture

In addition to responding to the Ministry's questions, Richmond also requests the Minister of Agriculture to address a number of other concerns which are important to Richmond, as they have been identified by Council over the years. These additional Minister requests include:

- Port Metro Vancouver (PMV) not to use the ALR for industrial purposes: PMV has purchased 240 acres of farmland in the ALR in Richmond and will not commit to farming it. The City of Richmond requests that the Minister seek Provincial government support to prepare an ALC policy to prohibit PMV from converting agricultural land to port industrial uses and that the Province encourage the Federal Government to prepare and implement a binding dispute/conflict resolution mechanism between local governments and PMV.
- 2. <u>A Planned and Managed Approach to ALC Act Changes</u>: It is crucial for local governments, key stakeholders and the public to understand the implications of the proposed changes and have the opportunity to review and comment on draft regulations. Council is concerned about the lack of a detailed analysis of the proposed changes and their potential impacts. The City of Richmond requests that:
 - each proposed regulatory change be first clarified and comprehensively analysed for its on and off site impacts (e.g., sustainability, land use, water, sanitary, drainage, hydro, telecommunications, environmental, financial, taxation),
 - specific policies and guidelines for the Province, ALC, local governments and property owners be prepared to enable them to properly manage the proposed changes, and
 - more consultation be conducted on clarified proposed changes, before they are approved.
- 3. <u>Agricultural Viability as the Priority</u>: The Ministry is requested to ensure that all the proposed changes reinforce and enhance the following:
 - agricultural viability,
 - agricultural sustainability, and

the protection and quality of the essential agricultural resources (e.g., air, water, soil).
 These principles are essential for a viable agricultural sector, production, operations and products.

- 4. <u>Additional Funding</u>: The Ministry and ALC staff and funding should be increased to properly enforce the existing and proposed ALR regulations (e.g., illegal soil fill, research, farm uses, municipal liaison).
- 5. <u>Consultation with First Nations</u>: It is requested that First Nations be consulted regarding the proposed changes.

Prepared by: Policy Planning, City of Richmond



Subject:	Provincial Consultation on Potential Changes to the Agricultural Land Commission Act	
Date:	August 20, 2014	Meeting Date: September 5, 2014
From:	Theresa Duynstee, Regional Planner Planning, Policy and Environment Department	
To:	Regional Planning and Agriculture Committee	

RECOMMENDATION

That the GVRD Board endorse the comments submitted to the BC Ministry of Agriculture regarding proposed changes to the *Agricultural Land Commission Act*.

PURPOSE

This report describes the recent Ministry of Agriculture consultation process on proposed additions to allowable uses in the Agricultural Land Reserve (ALR) without an application to the Agricultural Land Commission (ALC).

BACKGROUND

On March 27, 2014, the provincial government introduced Bill 24 - 2014 Agricultural Land Commission Amendment Act. The Bill subsequently passed on May 14, 2014 creating two Agricultural Land Reserve (ALR) zones, six regional panels and incorporating various changes to ALC governance.

On July 14, Metro Vancouver received an invitation from Derek Sturko, Deputy Minister of Agriculture to a consultation session to discuss proposed changes to "farm uses" and "permitted uses" as defined by the Agricultural Land Reserve Use, Subdivision and Procedure Regulation. A consultation paper titled, "Consultation on Potential Changes to the Agricultural Land Commission Act: Agriculture Land Reserve Use, Subdivision and Procedure Regulation", provided information about the proposed changes to the regulation and posed specific questions for the discussion (Attachment 1). The South Coast regional stakeholder meeting on August 14, 2014 was held to obtain input from Metro Vancouver, the Fraser Valley Regional District, the Squamish Lillooet Regional District and the Sunshine Coast Regional District, as well as member municipalities.

The ALC Act consultation process included a Minister's Reference Group¹, regional stakeholder meetings and a <u>website</u> for public input (see Reference). All feedback was requested by August 22, 2014. Staff correspondence requesting an extension due to the short notice for submissions and to enable the Regional Planning and Agriculture Committee and GVRD Board to review the Metro Vancouver response was denied; the Ministry of Agriculture stated it has committed to having the changes to the *Regulation* in place by the end of the year.

¹ The Minister's Reference Group comprised of representatives from the ALC, UBCM and the BC Agriculture Council and their role was to inform the consultation process and any regulatory outcomes.

⁻ Regional Planning and Agriculture Committee - 311 -

DISCUSSION

The Metro Vancouver delegation to the Ministry of Agriculture consultation session was led by Director Derek Corrigan, Chair of the Regional Planning and Agriculture Committee (RPA) and Director Harold Steves, Vice Chair of the RPA. Other members of the delegation included Councillor David Davis of the Township of Langley and staff from the Corporation of Delta, City of Richmond, City of Burnaby and Metro Vancouver. A Briefing Note was distributed to the Metro Vancouver delegation prior to the consultation session on August 14th, 2014 (Attachment 2).

About 40 people representing South Coast Regional Districts attended the 2½ hour meeting in Abbotsford. Ministry of Agriculture staff provided an overview of the recent and proposed changes to the *ALC Act* before the participants were invited to comment on the 11 questions posed in the consultation paper. It was explained that the purpose of changing allowable uses in the ALR is to find more income generating activities for farmers and ranchers.

There was general consensus at the August 14th consultation session on the response to many of the discussion questions posed by the Province. The key points made by local government representatives were as follows:

- 1. It is difficult to reflect local government opinion when the timing and length of the consultation process occurs over 4 weeks in the summer when no/few regional Committee, Board or municipal Council meetings are scheduled.
- 2. Many of the questions were difficult to address without knowing the details and ability to consider the nuances that may arise as a result of changing allowable uses on ALR land.
- 3. Problems already exist with monitoring and enforcing the current ALC regulations. It is not clear who is checking to see if businesses are actually meeting existing regulatory requirements. There was little support for making changes until the current regulations are adequately enforced.
- 4. The proposed allowable uses move away from the original intent of the Regulation, which was to promote on-farm products. Expanding commercial and entertainment activities on farmland competes with businesses located in commercial zones and works against growth management strategies to build vibrant urban centres serviced by public transportation.
- 5. The tax implications of the proposed changes have to be considered. The proposed changes can provide a tax advantage for commercial/industrial businesses to move to farmland, even if farming the land is a requirement because it is too easy to obtain Farm Class status. This incentive is unfair to existing businesses that are located in commercially zoned areas.
- 6. Increasing the scale of commercial businesses and agri-tourism on ALR land *industrializes* the farmland, diverting priorities away from primary agriculture production and creating significant impacts on municipal services, local traffic, policing and property tax distribution.
- 7. Allowing farms to supplement their income in theory is positive, but the reality is that activities not related to agricultural production can easily expand beyond the regulatory requirements. It is best to keep unrelated businesses and agri-tourism activities at the micro-scale to prevent non-farmers from locating their businesses in the ALR.
- 8. The proposal for life estate (or temporary leases) enables two permanent residences on a property. Although it is important to accommodate retiring farmers, the additional residence does not have to be permanent housing. A key consideration is whether the farm

unit can support more than one family (and two residences), which depends on the size and type of farm operation.

- 9. When it comes to permitted uses that have limited connection to agriculture, it is better to keep the status quo and the current ALC application process so that the impact to agriculture can be appropriately assessed on a case-by-case basis.
- 10. All agricultural land is in the provincial interest. More effort should be directed toward getting vacant farm land in production and promoting soil-based agriculture, not expanding commercial uses of farmland.

There was also a discussion pertaining to medical marihuana. Many participants denounced the decision to allow medical marihuana facilities in the ALR as a farm use that cannot be prohibited by local governments. At the same time, the Province's decision to prevent these facilities from obtaining Farm Class status and associated property tax benefits was acknowledged.

Despite numerous requests from representatives at the meeting, the deadline for feedback on the proposed changes to allowable uses in the ALR was not extended. As a result, staff prepared a submission for Metro Vancouver based on the key points made by the elected officials, and submitted these comments to the Ministry of Agriculture on August 22, 2014 (Attachment 3). This submission can be confirmed or modified at the direction of the Regional Planning and Agriculture Committee and GVRD Board, and re-submitted as part of the public record.

ALTERNATIVES

- 1. That the GVRD Board endorse the comments submitted to the BC Ministry of Agriculture regarding proposed changes to the *Agricultural Land Commission Act.*
- 2. That the GVRD Board receive for information the report dated August 15, 2014, titled "Provincial Consultation on Potential Changes to the *Agricultural Land Commission Act*".

FINANCIAL IMPLICATIONS

There are no financial implications to this report.

SUMMARY / CONCLUSION

In May 2014, the provincial government passed Bill 24 - 2014 Agricultural Land Commission Amendment Act, which creates two Agricultural Land Reserve (ALR) zones, six regional panels and incorporates various changes to ALC governance. On July 14, Metro Vancouver received an invitation from Derek Sturko, Deputy Minister of Agriculture, to a consultation session to discuss proposed changes to "farm uses" and "permitted uses" as defined by the Agricultural Land Reserve Use, Subdivision and Procedure Regulation.

Metro Vancouver Directors and local government staff represented the region at the consultation meeting hosted by the Ministry of Agriculture. The participants identified five key points to consider prior to pursuing an expansion to the range of allowable uses in the ALR. They identified that: existing problems with the lack of monitoring and enforcement be addressed; there are unexplored tax implications that need to be addressed; that expanding commercial uses in the ALR would have significant potential impacts on local governments in terms of utility services, road maintenance, policing, bylaw enforcement, and property taxes which all need to be further explored; primary agricultural production must be the top priority for ALR lands; and a self-sustaining ALC is imperative prior to considering changing the criteria for allowable farm and permitted uses in the *ALC Act*. Staff communicated this input to the Ministry of Agriculture on August 22, 2014 in order to

meet the Province's deadline for feedback. Staff recommends Alternative 1, that the Board endorse the comments submitted to the Province regarding proposed changes to the *Agricultural Land Commission Act.*

Attachments (Doc. #10070763):

- 1. Consultation on Potential Changes to the *Agricultural Land Commission Act*: Agricultural Land Reserve Use, Subdivision and Procedure Regulation. July 2014. Ministry of Agriculture.
- 2. Provincial Consultation on Potential Changes to the *Agricultural Land Commission Act* BRIEFING NOTE to Metro Vancouver Delegation. August 7, 2014.
- 3. Provincial Consultation on Potential Changes to the *Agricultural Land Commission (ALC) Act* Metro Vancouver Submission to the Ministry of Agriculture. August 22, 2014.

Reference:

ALC Act public consultation website: <u>http://engage.gov.bc.ca/landreserve/</u>

Consultation on Potential Changes to the *Agricultural Land Commission Act*: Agricultural Land Reserve Use, Subdivision and Procedure Regulation

July 2014





Ministry of Agriculture

- Regional Planning and Agriculture Committee - 315 -

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- b) Decision Making
- c) Allowable Uses of ALR Land
- d) Governance
- e) Other Regulation Making Authorities
- f) Summary

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I. Consultation Questions

- Farm Use Permitted Use Sub-division Agri-tourism Leasing land
- I. Thank you!

Appendix A:

List of Recent Amendments to the Agricultural Land Commission Act

Appendix B:

Excerpt from the Agricultural Land Reserve Use, Subdivision and Procedure Regulation

1. Purpose

The purpose of this consultation is to invite your input on some proposed additional activities that could be allowed on farmland in the Agricultural Land Reserve without a requirement to make an application to the Agricultural Land Commission, on whether and to what extent these allowable uses should vary between different regions of the province, and on what parameters you think should be put around the proposed new uses.

2. Background

Approximately five percent of BC's land base is included in the Agricultural Land Reserve (ALR), a provincial zone within which agriculture is recognized as the priority activity. The ALR includes public and privately held land and is administered by the Agricultural Land Commission (ALC), an independent government tribunal, with the purpose of preserving agricultural land and encouraging its use for farming.

The *Agricultural Land Commission Act* (the Act) establishes both the ALR and the ALC in legislation. The Act sets out the structure and operations of the ALC and identifies permissible land uses within the ALR. The Agricultural Land Reserve Use, Subdivision and Procedure Regulation (ALR Regulation) provides greater specificity to many of the provisions in the Act.

Amongst other things, the ALR Regulation identifies specific land uses allowable on farmland in the ALR without an application to the ALC. Current examples include such things as growing plants and raising animals, putting up buildings necessary for the farm, selling agricultural products direct to the public, limited food processing and, unless prohibited a local government, specified non-farm activities such as agri-tourism accommodation, temporary sawmills, kennels, and others.

Any activities not permitted by the ALR Regulation do require an application to the ALC, which can approve, deny or vary the application. Applications are required in order to include or exclude land from ALR, to subdivide land within the ALR, or to carry out an activity not expressly permitted in the Act or Regulations.

The passage of Bill 24 in May 2014 introduced amendments to the Act that change the way in which the ALC is structured and governed. Some of the detail that determines how these legislative changes will be implemented will be provided through changes to the ALR Regulation. One aspect of regulatory change contemplated by the amendments is to expand the list of allowable uses on ALR land, and possibly to vary them between ALR regions.

The focus of this consultation is to ask the question: what further activities should be allowable on farmland in the ALR without an application to the ALC, what parameters should be put around them, and should they vary between regions? A Reference Group convened by the Minister of Agriculture and comprised of representatives from the ALC, the Union of British Columbia Municipalities (UBCM) and the BC Agriculture Council (BCAC) has made a number of specific suggestions in answer to this question, and these suggestions are presented in this paper for your consideration and comment.

Context for the questions is provided in sections 4 and 5 of this paper. Section 6 provides some specific suggestions for new activities that should be allowable in the ALR without an application to the ALC, and also some further specific suggestions for regulatory change related to agri-tourism and the subdivision and leasing of land in the ALR.

3. Consultation Process

Minister's Reference Group and ALC

- A Minister's Reference Group comprised of representatives from the ALC, UBCM and the BCAC has been struck to inform the consultation process and any regulatory outcomes.
- > An initial meeting of the Reference Group was held in early July to provide advice on the consultation process, and to provide substantive input on the consultation questions.
- A separate meeting was then held with the ALC (commissioners and staff) to solicit further input on the consultation questions.
- > The input gained from the Reference Group and the ALC form the basis of the consultation questions presented in this paper.
- As well, the ALC has provided a number of specific, technical suggestions for regulatory amendments aimed at providing greater clarity for landowners, local governments and the ALC itself around some existing allowable uses. While these suggestions are not the subject of this consultation, they will be provided on the consultation website (see Public Input, below) for your information.
- > The Reference Group will meet again mid-way through the process to review stakeholder feedback and provide any additional, interim advice.
- A final meeting of the Reference Group will be held at the end of the consultation process to review outcomes and provide input on any draft regulations the Ministry may consider at that time.

Regional Stakeholder Consultations

- Seven regional meetings will take place between July 22nd and August 22nd encompassing all six ALR regions.
- Invited stakeholders include local government (all Regional Districts), industry (wide cross-section of agriculture associations and farmers' institutes) and other key organizations (e.g. agriculture programs from post-secondary institutions).
- > The Ministry will lead the consultation process. The ALC will also attend the regional meetings.

Public Input

- Public input on the consultation questions will be solicited via a consultation website: <u>http://engage.gov.bc.ca/landreserve</u> or via a dedicated Ministry email address: <u>ALCA_Feedback@gov.bc.ca</u>
- > The website will be live from July 22nd to August 22nd.
- Submissions can also be sent by mail to: ALR Reg. Consultation
 PO Box 9120 Stn. Provincial Government
 Victoria BC
 V8W 9B4

Overview of Changes to the ALCA

The Act was most recently amended in May 2014, by the passage of Bill 24. At that time, several legislative changes were introduced regarding how the ALC is structured and how it makes decisions on applications. These changes directly inform the framework of this consultation – to discuss what activities should be allowable on farmland in the ALR without an application to the ALC, and if these should vary between regions.

a) Zones, Regions and Regional Panels

The May 2014 amendments to the Act codify the existing six ALR regions into law, and require that a regional panel of at least two commissioners be established in each of the six regions.

The amendments also establish two ALR zones, each comprised of three of the six ALR regions:

Zone 1:	Zone 2:
Okanagan region	Interior region
South Coast region	Kootenay region
Vancouver Island region	North region

All applications to the ALC (for land exclusions, land inclusions, subdivisions, and land uses not otherwise permitted by the Act or Regulations) must now be forwarded by the Chair of the ALC to the appropriate regional panel for decision. At its discretion, a regional panel may take an application referred to it by the Chair, and refer this application instead to the ALC Executive Committee.

Subject to any regulations, if the Chair of the ALC determines that an application is of provincial importance, is novel or of general importance to the application of the Act, or may affect more than one panel region, the Chair may also refer the application to the ALC Executive Committee for decision, instead of referring it to a regional panel. The ALC Executive Committee is made up of the six regional panel vice-chairs, and the Chair of the ALC.

While the amendments to the Act provide the ability to further define in regulation when the Chair may refer an application to the Executive Committee, the Minister's Reference Group has advised that the Act provides enough specificity as written (i.e. the Chair may refer an application to the Executive Committee when the Chair considers an application is of provincial importance, is novel or of general importance to the application of the Act, or may affect more than one panel region). As such, it is preferable to allow the Chair the discretion to work within the legislative parameters provided, without further definition being required in regulation at this time.

b) Decision Making

The amendments to the Act also introduced new factors for the ALC to consider when making decisions on applications in Zone 2. In making decisions on applications the ALC has always considered the purpose of the ALC as defined in Section 6 of the Act:

- a. to preserve agricultural land;
- **b.** to encourage farming on agricultural land in collaboration with other communities of interest;

c. to encourage local governments, first nations, the government and its agents to enable and accommodate farm use of agricultural land and uses compatible with agriculture in their plans, bylaws and policies.

This has not changed in Zone 1.

In Zone 2, however, the ALC is now required by legislation to consider, in descending order of priority:

- > The purposes of the ALC as defined in section 6 of the Act
- > Economic, cultural and social values;
- > Regional and community planning objectives; and
- > Other prescribed considerations.

While the amendments to the Act provide the ability to further define in regulation the factors the ALC must consider in deciding on applications in Zone 2, there is no intention to develop such regulations at this time, and this consultation does not therefore include any questions on this topic.

c) Allowable Uses of ALR Land

The activities that are allowable on ALR land without requiring an application to the ALC are established in the ALR Regulation. There are two broad categories of allowable uses, called Farm Uses and Permitted Uses. Farm Uses include a range of things including: the growing of plants and raising of animals, horse riding, the application of fertilizers, the construction of farm buildings, farm related agritourism, and agro-forestry (i.e. activities directly related to farming). Farm Uses may not vary between Zone 1 and Zone 2, and may not be prohibited by local governments. Permitted Uses include such things as limited bed and breakfast accommodation, agri-tourism accommodation, temporary sawmills, kennels, and within certain limitations also non-agricultural home-based businesses. Permitted Uses are viewed as less directly related to agriculture than Farm Uses, but as still compatible with (of low impact to) the farm operation. Permitted Uses may vary between Zone 1 and Zone 2, and may be prohibited by local governments.

Whether and to what extent the list of Farm Uses and Permitted Uses in the ALR Regulation should be updated, and how if at all Permitted Uses should vary between zones, is the focus of this consultation. Further detail on what currently constitutes a Farm Use and a Permitted Use, together with suggestions for additional allowable uses, are provided in sections 5 and 6 of this paper for your consideration and comment.

d) Governance

Other legislative changes introduced in May 2014 include the establishment of additional reporting requirements for the ALC, including a review of operations, performance indicators, details on applications received, survey results, plans, special problems and trends.

The Ministry will be working together with the ALC and other experts in administrative tribunal governance to further define the details of these new operational requirements.

e) Other Regulation Making Authorities

The May 2014 amendments to the Act also provide new regulation making authorities to: define terms not otherwise defined in the Act; determine how the ALC should make certain information on its operations and decisions public; and to establish residency requirements for commissioners on regional panels.

Regulations establishing residency requirements for commissioners are being developed as part of the process to bring the recent Act amendments into force. Otherwise, there is no intention to move ahead on regulations at this time, other than on the central question of what activities (i.e. Farm Uses and Permitted Uses) should be allowed in the ALR without an application to the ALC, and how, if at all, these should vary between zones.

f) Summary

In summary, the May 2014 amendments to the Act have introduced changes to the way in which the ALR is structured and governed. Some of the detail that determines how these legislative changes will be implemented will be determined through changes to the ALR Regulation that supports the Act. This consultation is intended to solicit input on potential regulatory changes as they relate to changes in the land use activities allowable in Zone 1 and Zone 2.

An itemized list of the recent amendments to the Act is provided in Appendix A.

5. Land Uses Currently Allowed in the ALR

Currently, land in the ALR can be used for farming, ranching, and other uses specified in the ALR Regulation. All other activities require an application to the ALC. The specific land uses permitted in the ALR without application to the ALC are listed in the ALR Regulation either as Farm Uses (Section 2 of the Regulation) or as Permitted Uses (Section 3). Land use activities not included in those sections, such as subdividing land, building additional residences, and excluding land from the ALR, require approval by the ALC through the application process.

Farm Uses include activities that are most directly aligned with the business of farming. Many of these activities are captured in the definition of farm use set out in the Act:

an occupation or use of land for farm purposes, including farming of land, plants and animals and any other similar activity designated as farm use by regulation, and includes a farm operation as defined in the Farm Practices Protection (Right to Farm) Act¹. ALCA s.1 (1)

Section 2 of the ALR Regulation duly designates various activities as Farm Use, including: farm retail sales; operating farm wineries or cideries; storage, packing, and product preparation; timber production; agro-forestry; agri-tourism; and others (the full list of farm uses found in section 2 of the ALR Regulation is provided in Appendix B).

The majority of the activities listed in section 2 are restricted by specific parameters that ensure they support an active farm and have only a minimum impact on agricultural land. For example, farm retail sales are permitted only when either all of the farm products offered are produced on the farm, or at least half of the sales area is for products from the farm. Food processing is permitted only when half of the product being produced was sourced on the farm, or is feed for consumption on the farm. The activities listed in section 2 may be regulated but cannot be prohibited by local governments. The Act does not permit that the activities listed in section 2 may vary between Zone 1 and Zone 2.

Permitted Uses include activities that are not specifically agricultural in nature, but which are permitted

¹ http://www.bclaws.ca/civix/document/id/complete/statreg/96131_01

by regulation on ALR land without application to the ALC. Permitted uses are set out in section 3 of the ALR Regulation and include such activities as: bed and breakfast accommodations; temporary sawmills; breeding pets; establishing telecommunications equipment; and others (a full list of the permitted uses found in section 3 of the ALR Regulation is provided in Appendix B).

Similar to Farm Uses under section 2, parameters are established in the Regulation for the majority of these land uses in order to minimize their impact on agricultural land. For instance, temporary sawmills are permitted when half of the timber harvested is from the farm; bed and breakfasts are limited in size; and biodiversity conservation, passive recreation, heritage, wildlife and scenery viewing land uses are permitted so long as related buildings do not exceed a specified footprint. The permitted uses listed in section 3 may be restricted or prohibited by local governments. Permitted Uses may vary between Zone 1 and Zone 2 of the ALR.

Table 1 illustrates the main differences between farm uses, permitted uses and non-farm uses as provided by the	
ALR Regulation.	

A. Farm Use	B. Permitted Use	C. Non-farm Use
 Defined as "farm use" in the ALR Regulation s.2 	 Defined specifically in ALR Regulation s.3 	Not permitted on ALR land without ALC approval
 No application to the Commission required 	 No application to the Commission required 	 Requires application to the Commission
 May be regulated but not prohibited by local government (s.2 ALR Regulation) 	 Permitted unless prohibited by local government bylaw (s.3 ALR Regulation) 	Applications go to local government ahead of the Commission. Local Government can refuse to authorize the application, which ends the process, or forward to the Commission with comments and recommendations; the Commission then decides the application.

Possible Uses of Land:

6. Consultation Questions

Farm Use

To help identify potential changes to the ALR Regulation, the Ministry has consulted with the Minister's Reference Group (UBCM, BCAC, ALC), and separately also with the ALC. As a result of these consultations, two possible changes to what is an allowable Farm Use of land in the ALR are presented for your consideration and comment. Two additional changes are also presented for your consideration, based on the findings of the recent provincial Liquor Policy Review.

If added to the ALR Regulation, these land use activities would be permitted in the ALR without an application to the ALC, could be regulated but not prohibited by a local government, and would not be able to vary between Zone 1 and Zone 2.

Q 1) Should the parameters for allowable on-farm food storage, packing, processing and retail establishments be revised?

Currently the Regulation states that food storage, packing, product preparation, and food processing are permitted "if at least 50% of the farm product being stored, packed, prepared or processed is produced on the farm or is feed required for farm production purposes on the farm". Retail sales are permitted if "at least 50% of the retail sales area is limited to the sale of farm products produced on the farm on which the retail sales are taking place and the total area ... does not exceed 300m2."

These restrictions can inhibit neighbouring farms from investing in joint storage, packing, processing or retail establishment in the ALR, favouring instead the establishment of a number of small, similar operations. This may be an inefficient use of productive farmland, and cost prohibitive for individual small producers. One benefit of the proposed amendment would therefore be to enable cooperative arrangements between farms in proximity to one another.

Amongst other things, lessening the restrictions on on-farm processing could allow the establishment of abattoirs (large, small or mobile), on farms, to serve surrounding cattle, game or poultry farms. Other examples of potential new processing opportunities include value added, further-processing activities related to fresh produce (e.g. grape juice), dairy products (e.g. cheese), or nutraceutical / pharmaceutical products (e.g. related to medical marijuana).

Similarly, lessening restrictions on on-farm retail operations could further enable on-farm markets to sell products from several farms.

Q 2) Should breweries, distilleries and meaderies be allowed on ALR land on the same or similar terms as wineries and cideries are currently allowed?

Currently, wineries and cideries are allowed on ALR land without application to the ALC, so long as a prescribed percentage of the agricultural product used to produce the final product comes from either the farm on which the winery/cidery sits, or another BC farm. The idea here is to extend the same provisions and conditions to breweries, distilleries and meaderies.

Q 3) Should the allowable footprint for consumption areas (or 'lounges') ancillary to wineries and cideries (and potentially also breweries, distilleries and meaderies) be increased, and if so on what basis?

Currently, wineries and cideries in the ALR are allowed to establish consumption areas (or 'lounges') to a maximum size of 125m2 inside, and 125m2 outside, which is roughly equal to a maximum of 130 people.

One of the findings from the recent provincial Liquor Policy Review is that government should consult on increasing the limit for allowable consumption areas.

Q 4) To what extent should wineries and cideries (and potentially breweries, distilleries and meaderies) be allowed to sell alcohol that was produced elsewhere in BC, not at the winery or cidery?

Currently, a winery or cidery may only sell alcohol produced at that winery or cidery. One of the findings from the recent provincial Liquor Policy Review is that government should consult on allowing the sale of alcohol produced in BC, but not produced on the farm.

Note: In all cases, whether expanding existing farm uses or creating new ones, careful consideration should be given to any appropriate parameters for limiting the Farm Use, for example by limiting the total footprint of any facilities in relation to the size of the farm, prescribing the location of a facility on a farm, the percentage of any inputs that should be derived from the farm, and the impact on neighbouring farms. The question of whether or not the property is actually being farmed may also be a consideration, as may be the impact of the proposed activity to the farm operation.

Permitted Use

To help identify potential changes to the ALR Regulation, the Ministry has consulted with the Minister's Reference Group (UBCM, BCAC, ALC), and separately also with the ALC. As a result of these consultations, three possible changes to what is an allowable Permitted Use of land in the ALR are presented for your consideration and comment. If added to the ALR Regulation, these land use activities would be permitted in the ALR without an application to the ALC, could be prohibited by a local government, and could vary between Zone 1 and Zone 2.

Q 5) Should anaerobic digesters be permitted in the ALR if the inputs are generated from farming activities?

Anaerobic digestion is defined as a collection of processes by which *microorganisms* break down *biodegradable* material in the absence of *oxygen*. In the farm context, biodegradable material primarily means animal waste, or manure. The process is used to manage farm waste and/or to produce fuels, which may then be used on farm or sold for revenue. Dairy farms in particular may benefit from being able to establish anaerobic digesters on-farm without an application to the ALC, given the ready availability of feedstock.

Q 6) Should on-farm cogeneration facilities be permitted on farms where a portion of the energy created is used on-farm?

Cogeneration or combined heat and power (CHP) is the use of a *heat engine* or *power station* to simultaneously generate *electricity, useful heat*, and CO2, which can either be used on the farm or sold. Greenhouse operations in particular may benefit from being able to establish co-gen facilities on-farm without an application to the ALC, since heat and CO2 are both used in greenhouse production.

Q 7) Should the parameters be expanded for when non-agriculture related businesses are allowed to operate on ALR properties in Zone 2?

Currently the Regulation permits a home occupation use that is accessory to a dwelling, of not more than 100 m2 or such other area as specified in a local government bylaw. One idea is to expand opportunities for a broader range of land-based non-agricultural businesses, such as certain oil and gas ancillary services.

Note: As with Farm Uses, careful consideration should be given to any appropriate parameters for limiting the proposed new activities, including the size and location of any facilities, their permanence, the percentage of inputs derived from the farm and/or the percentage of outputs used on the farm, their impact on neighbouring farms, options for land reclamation after the use ends, whether or not the property is actually being farmed, and the likely impact of the proposed use to the farm operation.

Sub-division

Although most subdivisions require an application to the ALC, section 10 of the ALR Regulation establishes when and how subdivisions of ALR properties can be made by local government (and provincial) Approving Officers, without an application to the ALC. These include subdivisions that will consolidate two or more parcels into a single parcel, and certain other subdivisions when the subdivision will not result in any increase in the number of parcels.

Two ideas have been proposed to enable farmers and ranchers to expand the circumstances under which subdivisions can be approved by an Approving Officer without application to the ALC.

Q 8) Should the subdivision of ALR properties in Zone 2 to a minimum parcel size of a quarter section be allowed without an application to the ALC?

From 1997 to 2003 the ALC "Quarter Section General Order" (or policy) permitted subdivisions down to a minimum size of a quarter section, without an application, in the Peace River and Northern Rockies Regional Districts. The idea here is to reinstate this practice, through regulation, and apply it throughout Zone 2.

Q 9) Should the subdivision of ALR parcels in Zone 2 that are of a defined size, and that are divided by a major highway or waterway, be allowed without an application to the ALC?

Farm properties are often difficult to manage with a major obstruction in the way, and the ALC often allows subdivision of these parcels through an application. The idea here is to allow an Approving Officer to approve subdivisions where such a major obstruction (to be defined in regulation) exists.

Agri-tourism

One proposal is that further definition of what constitutes an "agri-tourism activity" could usefully be provided in section 2 of the Regulation. Section 2 currently provides that agri-tourism activities are allowable as a farm use if the use is temporary and seasonal, and promotes or markets farm products grown, raised or processed on the farm. Providing greater clarity on what constitutes a "temporary and seasonal" activity and when that activity "promotes or markets farm products" may be beneficial for farmers, local governments and the ALC.

It has similarly been proposed that further definition be provided on when agri-tourism accommodations are permitted under section 3 of the Regulation, to ensure that any such accommodations are tied to a legitimate agri-tourism activity under section 2.

Q 10) Should greater clarity be provided on what constitutes an agri-tourism activity that is allowable in the ALR without an application, and if so what parameters should be established?

Leasing land

Currently a landowner in the ALR may lease their entire property without making an application to the ALC, but must make an application in order to lease a portion of their property. It has been proposed that temporary leases of a portion of a property be allowed without an application if the lease is to (a) enable the intergenerational transfer of active farm or ranch operations without a subdivision, or (b) to encourage the use of otherwise unfarmed land by existing or new farmers.

Q 11) Should temporary leases of portions of a property in Zone 2 of the ALR be allowed without an application to the ALC for: (a) intergenerational transfer of an active farm or ranch operation; and/or (b) to encourage the use of otherwise unfarmed land by existing or new farmers?

Allowing "life estate leases" for inter-generational transfer would allow retiring farmers to continue to live on their property while leasing or selling it to their children or other new entrants. The lease could allow a second residence to be established on the property, but no permanent subdivision of property would be involved.

Allowing temporary leases of a portion of a property to bring fallow ALR land into production could help new entrants/young farmers get into agriculture, and/or could increase opportunities for existing farmers to access more land without purchase. This kind of lease would not lead to additional residences being permitted on the farm and would not require a subdivision.

7. Thank you!

Your input into this consultation is greatly appreciated. If you would like to contribute further comments, you may do so by email at <u>ALCA_feedback@gov.bc.ca</u> or through our consultation website at <u>http://engage.gov.bc.ca/landreserve</u>

Comments can also be submitted by mail at:

ALR Reg. Consultation PO Box 9120 Stn. Provincial Government Victoria BC V8W 9B4

Appendix A: List of Recent Amendments to the Agricultural Land Commission Act

General "Theme"	Description of Change	Section Reference
1) ALC Reporting and Accountability	Allow government, by regulation, to set service standards and reporting requirements for the Commission to the Minister.	ALCA Section 12(2)
	Minister can by order set performance standards.	ALCA Section 12(2.1)
2) Panel Regions and Panel Composition	Establish the 6 existing panel regions (defined geographically in the new Schedule to ALCA)	ALCA Section 4.1
	Require that a panel be established for each of the 6 panel regions.	ALCA Section 11(1)
	Require that the Chair refer applications from a panel region to the panel for that panel region.	ALCA Section 11(6)
	Sets out when chair of the Commission can refer an application to the executive committee.	ALCA Section 11.2
	Commission must consist of at least 13 individuals.	ALCA Section 5(1)
	Regional panels will have a minimum of 2 members, one of whom will be vice chair for the panel appointed by the LGIC.	ALCA Section 5(2) and ALCA Section 11
	Vice chairs and members must be resident in the region of the panel to which they are appointed ('residency' to be defined by regulation).	ALCA Section 5(2) and ALCA Section 11(3)
3) Zones	Zone 1 = Island, South Coast and Okanagan panel regions.	ALCA Section 4.2
	Zone 2 = the rest of BC (i.e. Interior, Kootenay, North panel regions, and other).	

4) Decision-Making in Zones	Zone 1 – no change to decision-making – ALC considers applications on case-by-case basis within the legislated purpose of the Commission, which are as follows:	ALCA Section 4.3	
	 (a) to preserve agricultural land; (b) to encourage farming on agricultural land in collaboration with other communities of interest; 		
	(c) to encourage local governments, first nations, the government and its agents to enable and accommodate farm use of agricultural land and uses compatible with agriculture in their plans, bylaws and policies.		
	In rendering its decisions in Zone 2, the Commission must also now consider other factors in descending order of priority:		
	 economic, cultural and social values; regional and community planning objectives; and any other considerations prescribed by regulation. This does not require the Commission to make decisions that only reflect these new considerations. The Commission is still an independent body and will balance agricultural factors with these other considerations. 		
	The legislation provides for greater flexibility in ALC decision-making to allow farmers in Zone 2 to have more options for earning an income.		
5) <i>Local Government</i> <i>Act</i> Amendment	Section 879 of the <i>Local Government Act</i> is amended so that local governments must consult with the Commission earlier on in development of, or amendments to, an Official Community Plan (i.e. prior to first reading).	<i>Local Government</i> <i>Act</i> Section 879	
6) Additional Regulation- Making Powers added to the ALCA	Several subsections have been added to section 58 of the ALCA to provide for additional regulation-making powers. The regulations we are consulting on in this process are tied to several of these new powers and to the other regulation-making powers that have existed for some time in the ALCA.	ALCA Section 58	

Appendix B: Excerpt from the Agricultural Land Reserve Use, Subdivision and Procedure Regulation

Activities designated as farm use

- 2 (2) The following activities are designated as farm use for the purposes of the Act and may be regulated but must not be prohibited by any local government bylaw except a bylaw under section 917 of the *Local Government Act* or, if the activity is undertaken on treaty settlement lands, by a law of the applicable treaty first nation government:
 - (a) farm retail sales if
 - (i) all of the farm product offered for sale is produced on the farm on which the retail sales are taking place, or
 - (ii) at least 50% of the retail sales area is limited to the sale of farm products produced on the farm on which the retail sales are taking place and the total area, both indoors and outdoors, used for the retail sales of all products does not exceed 300 m2;
 - (b) a British Columbia licensed winery or cidery and an ancillary use if the wine or cider produced and offered for sale is made from farm product and
 - (i) at least 50% of that farm product is grown on the farm on which the winery or cidery is located, or
 - (ii) the farm that grows the farm products used to produce wine or cider is more than 2 ha in area, and, unless otherwise authorized by the commission, at least 50% of the total farm product for processing is provided under a minimum 3 year contract from a farm in British Columbia;
 - (c) storage, packing, product preparation or processing of farm products, if at least 50% of the farm product being stored, packed, prepared or processed is produced on the farm or is feed required for farm production purposes on the farm;
 - (d) land development works including clearing, levelling, draining, berming, irrigating and construction of reservoirs and ancillary works if the works are required for farm use of that farm;
 - (e) agri-tourism activities, other than accommodation, on land that is classified as a farm under the <u>Assessment Act</u>, if the use is temporary and seasonal, and promotes or markets farm products grown, raised or processed on the farm;
 - (f) timber production, harvesting, silviculture and forest protection;

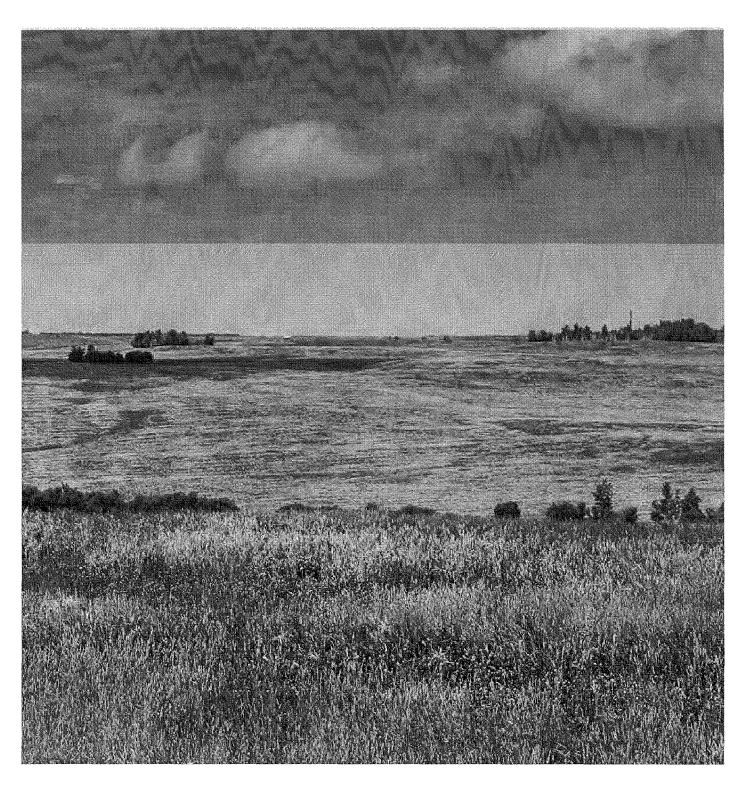
- (g) agroforestry, including botanical forest products production;
- (h) horse riding, training and boarding, including a facility for horse riding, training and boarding, if
 - (i) the stables do not have more than 40 permanent stalls, and
 - (ii) the facility does not include a racetrack licensed by the British Columbia Racing Commission;
- (i) the storage and application of fertilizers, mulches and soil conditioners;
- the application of soil amendments collected, stored and handled in compliance with the Agricultural Waste Control Regulation, B.C. Reg. 131/92;
- (k) the production, storage and application of compost from agricultural wastes produced on the farm for farm purposes in compliance with the Agricultural Waste Control Regulation, B.C. Reg. 131/92;
- the application of compost and biosolids produced and applied in compliance with the Organic Matter Recycling Regulation, B.C. Reg. 18/2002;
- (m) the production, storage and application of Class A compost in compliance with the Organic Matter Recycling Regulation, B.C. Reg. 18/2002, if all the compost produced is used on the farm;
- (n) soil sampling and testing of soil from the farm;
- (o) the construction, maintenance and operation of farm buildings including, but not limited to, any of the following:
 - (i) a greenhouse;
 - (ii) a farm building or structure for use in an intensive livestock operation or for mushroom production;
 - (iii) an aquaculture facility.
- (3) Any activity designated as farm use includes the construction, maintenance and operation of a building, structure, driveway, ancillary service or utility necessary for that farm use.
- (4) Unless permitted under the <u>Water Act</u> or the <u>Environmental Management Act</u>, any use specified in subsection (2) includes soil removal or placement of fill necessary for that use as long as it does not
 - (a) cause danger on or to adjacent land, structures or rights of way, or
 - (b) foul, obstruct or impede the flow of any waterway.
- (5) The removal of soil or placement of fill as part of a use designated in subsection (2) must be considered to be a designated farm use and does not require notification except under section 4.

Permitted uses for land in an agricultural land reserve

- 3 (1) The following land uses are permitted in an agricultural land reserve unless otherwise prohibited by a local government bylaw or, for lands located in an agricultural land reserve that are treaty settlement lands, by a law of the applicable treaty first nation government:
 - (a) accommodation for agri-tourism on a farm if
 - (i) all or part of the parcel on which the accommodation is located is classified as a farm under the *Assessment Act*,
 - (ii) the accommodation is limited to 10 sleeping units in total of seasonal campsites, seasonal cabins or short term use of bedrooms including bed and breakfast bedrooms under paragraph (d), and
 - (iii) the total developed area for buildings, landscaping and access for the accommodation is less than 5% of the parcel;
 - (b) for each parcel,
 - (i) one secondary suite within a single family dwelling, and
 - (ii) one manufactured home, up to 9 m in width, for use by a member of the owner's immediate family;
 - (c) a home occupation use, that is accessory to a dwelling, of not more than 100 m² or such other area as specified in a local government bylaw, or treaty first nation government law, applicable to the area in which the parcel is located;
 - (d) bed and breakfast use of not more than 4 bedrooms for short term tourist accommodation or such other number of bedrooms as specified in a local government bylaw, or treaty first nation government law, applicable to the area in which the parcel is located;
 - (e) operation of a temporary sawmill if at least 50% of the volume of timber is harvested from the farm or parcel on which the sawmill is located;
 - biodiversity conservation, passive recreation, heritage, wildlife and scenery viewing purposes, as long as the area occupied by any associated buildings and structures does not exceed 100 m² for each parcel;
 - (g) use of an open land park established by a local government or treaty first nation government for any of the purposes specified in paragraph (f);
 - (h) breeding pets or operating a kennel or boarding facility;
 - education and research except schools under the <u>School Act</u>, respecting any use permitted under the Act and this regulation as long as the area occupied by any buildings or structures necessary for the education or research does not exceed 100 m² for each parcel;
 - (j) production and development of biological products used in integrated pest management programs as long as the area occupied by any buildings or structures necessary for the production or development does not exceed 300 m² for each parcel;

- (k) aggregate extraction if the total volume of materials removed from the parcel is less than 500 m³, as long as the cultivatable surface layer of soil is salvaged, stored on the parcel and available to reclaim the disturbed area;
- (l) force mains, trunk sewers, gas pipelines and water lines within an existing dedicated right of way;
- (m) telecommunications equipment, buildings and installations as long as the area occupied by the equipment, buildings and installations does not exceed 100 m² for each parcel;
- (n) construction and maintenance, for the purpose of drainage or irrigation or to combat the threat of flooding, of
 - (i) dikes and related pumphouses, and
 - (ii) ancillary works including access roads and facilities;
- (o) unpaved airstrip or helipad for use of aircraft flying non-scheduled flights;
- (p) the production, storage and application of Class A compost in compliance with the Organic Matter Recycling Regulation, B.C. Reg. 18/2002, if at least 50% of the compost measured by volume is used on the farm.
- (2) Nothing in subsection (1) (a) is to be interpreted as permitting the conversion of a building into strata lots by an owner.
- (3) If a use is permitted under subsection (1) (k) it is a condition of the use that once the extraction of aggregate is complete, the disturbed area must be rehabilitated in accordance with good agricultural practice.
- (4) The following land uses are permitted in an agricultural land reserve:
 - (a) any
- ecological reserve established under the <u>Ecological Reserve Act</u> or by the <u>Protected Areas of British Columbia Act</u>,
- (ii) park established under the <u>Park Act</u> or by the <u>Protected Areas of</u> <u>British Columbia Act</u>,
- (iii) protected area established under the Environment and Land Use Act,
- (iv) wildlife management area established under the Wildlife Act, or
- (v) recreation reserve established under the *Land Act*;
- (b) dedication or upgrading of an existing road with vehicular access and use declared to be a highway under section 42 of the *Transportation Act*;
- (c) road construction or upgrading within a dedicated right of way that has a constructed road bed for vehicular access and use;
- (d) if the widening or works does not result in an overall right of way width of more than 24 m, widening of an existing constructed road right of way for
 - (i) safety or maintenance purposes, or
 - (ii) drainage or flood control works;

- (d.1) widening an existing constructed road right of way to ease one curve;
- (e) establishing as a forest service road
 - (i) an existing road under the *Forest Act*, or
 - (ii) a new road in a managed forest;
- (f) increasing the right of way width of a forest service road by up to 4 m if the widening does not result in an overall right of way width of more than 24 m;
- (g) railway construction, upgrading and operations on an existing railbed within a dedicated right of way, including widening of an existing railway right of way if the widening does not result in an overall right of way width of more than 30 m;
- (h) surveying, exploring or prospecting for gravel or minerals if all cuts, trenches and similar alterations are restored to the natural ground level on completion of the surveying, exploring or prospecting;
- surface water collection for farm use or domestic use, water well drillings, connection of water lines, access to water well sites and required rights of way or easements;
- (j) soil research or testing as long as the soil removed or fill placed is only in an amount necessary for the research or testing.
- (5) Any permitted use specified in subsection (1) or (4) includes the construction, maintenance and operation of buildings, structures, driveways, ancillary services and utilities necessary for that use.
- (6) Unless permitted under the <u>Water Act</u> or the <u>Environmental Management Act</u>, any use specified in subsection (1) or (4) includes soil removal or placement of fill necessary for that use as long as the soil removal or placement of fill does not
 - (a) cause danger on or to adjacent land, structures or rights of way, or
 - (b) foul, obstruct or impede the flow of any waterway.





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BRIEFING NOTE

Prepared by: Regional Planning, Planning, Policy and Environment

то:	Metro Vancouver Delegation	DATE:	August 7, 2014
FROM:	Allan Neilson	Briefing Note:	2014-014
ISSUE:	PROVINCIAL CONSULTATION ON POTENT	IAL CHANGES TO 1	THE AGRICULTURAL

RECOMMENDATIONS:

That the Metro Vancouver delegation raise the following items at the consultation meeting:

- 1. The Province should extend the consultation period on the potential changes to the *Agricultural Land Commission (ALC) Act* until the end of September 2014 to allow the Greater Vancouver Regional District Board and municipal Councils to formally respond to the proposed changes.
- 2. The legislative amendments made to the *ALC Act* on May 29th, 2014 including:
 - the formation of two zones and six regional panels;
 - the expanded list of new factors for the ALC to consider when making decision on applications in Zone 2;
 - the criteria that will be used to select regional panel commissioners; and
 - ALC reporting requirements on operations, performance indicators, status of applications, survey results, plans, special problems and trends,

were made without local government consultation and result in an approach that is counter to collaborative land use planning as an essential means to preserving agricultural land. The Province should ensure adequate opportunity for comment on these changes as well.

- 3. Local governments are supportive of initiatives to enhance the long-term viability of agriculture in this metropolitan region; however, prior to expanding allowable uses, new policies to address existing non-farm uses in the Agricultural Land Reserve (ALR) are required to prevent a proliferation of commercial activities which are not dependent on agricultural production.
- 4. The Province should consider the implications associated with expanding business operations in the ALR for local governments in terms of additional services required, the ability to contain urban growth via an urban containment boundary, and the property tax implications of allowing additional commercial uses on farmland.

PURPOSE

This briefing note provides a regional perspective on the context and potential implications of proposed changes to the *Agricultural Land Commission Act: Agricultural Land Reserve Use, Subdivision and Procedure Regulation (herein called the ALC Act)* in preparation for a consultation meeting hosted by the BC Ministry of Agriculture on August 14, 2014. The consultation is specifically seeking feedback on the types of additional activities that should be allowed in the ALR **without** an application to the Agricultural Land Commission.

KEY MESSAGES

- 1. The provincial intention to increase economic opportunities for farmers aligns with Metro Vancouver's goals for agricultural viability. The potential impacts of an expansion in the range of allowable uses in the ALR on efforts to restrict non-farm uses of agricultural land; however, have not been adequately addressed. The need to protect farm land for agricultural production is an important policy goal in Metro Vancouver. Already today 50% of the ALR within the Metro Vancouver area is not used for farming.
- 2. Of concern to Metro Vancouver are the existing cumulative impacts of non-farm uses in the ALR that have resulted from:
 - Expanding residential and commercial activities in the ALR that divert capital and business resources away from maintaining primary agriculture production;
 - The lack of effective policies to motivate ALR landowners to farm or lease their property so that new farmers can secure access agricultural land and existing farm businesses can expand their food production operations; and
 - The limited capacity of the Agricultural Land Commission to enforce existing regulations related to the 50% requirement for on-farm products, agri-tourism and illegal fill deposition on farmland.

These impacts should be addressed before the range of allowable non-farm uses is expanded.

- 3. An expansion of commercial uses in the ALR would have significant impacts on local governments in terms of utility services, road maintenance, bylaw enforcement and nuisance complaints about conflicts over conventional farm practices. Clarification is required on the property tax implications of the proposed *farm uses* and *permitted use*. The decision to classify such uses as farm buildings (Class 1 Residential) or businesses (Class 6, Other Business) in the *Assessment Act* will matter greatly to local governments.
- 4. When considering changes to the *ALC Act*, it is recommended that all changes reinforce the maintenance and enhancement of primary agricultural production. Each proposed change should be subject to a comprehensive impact analysis on the implications to land use, utility services, transportation corridors and property taxation.

BACKGROUND

On March 27, 2014, the Provincial government introduced *Bill 24 - 2014 Agricultural Land Commission Amendment Act*. Despite significant public concern, the Bill passed on May 14, 2014 creating two ALR zones, and six regional panels and introducing various changes to ALC governance. Yet to be resolved are new allowable activities on ALR land that will not require an application to the ALC. These changes will be encapsulated in the *Agricultural Land Reserve Use, Subdivision and Procedure Regulation* as either "farm use" or "permitted use". The Province's consultation process on possible changes to the range of allowable uses involves a Minister's Reference Group, regional stakeholder meetings and a <u>website</u> for public input (July 22- Aug 22). The meeting on Thursday, August 14, is a regional stakeholder meeting for representatives of Metro Vancouver, the Fraser Valley Regional District, the Squamish Lillooet Regional District and the Sunshine Coast Regional District.

The <u>BC Agrifoods: Strategy for Growth</u> (released March 12, 2012) envisions an innovative, adaptive, globally competitive agrifoods sector valued by all British Columbians. A key target in the plan is to

increase agrifood revenues from \$10.5 to \$14.0 billion a year by 2017 by strengthening domestic markets and expanding international markets. BC currently exports \$2.5 billion of agricultural products to 130 countries; increased demand is anticipated from Asia. Both the <u>Ministry of Agriculture Revised 2013/14 - 2015/16 Service Plan</u> and the federal <u>Growing Forward 2 Program</u> are focused on the development of new products, processes, markets and job opportunities.

<u>Metro Vancouver 2040: Shaping our Future</u> (Metro 2040) envisions a protected agricultural land base where actively farmed land is increased and agriculture economic viability is sustained. The region's role is to work in collaboration with the Province and the ALC. Municipalities are encouraged to develop policies that support economic development opportunities for agriculture. Metro Vancouver does **not** support the extension of regional sewerage services into Agricultural areas, except under special circumstances.

CONSULTATION TOPICS

The consultation questions posed by the Province relate to five aspects of allowable uses in the \mbox{ALR}^1

1. FARM USE

The Province is seeking to expand the list of allowable *farm uses* that would **not** require an application to the ALC and that may not be prohibited by local governments. The questions and parameters proposed by the Province on new *farm uses* are as follows:

- **Q1.** Should the parameters for allowable on-farm food storage, packing, processing and retail establishments be revised?
- **Q2.** Should breweries, distilleries and meaderies be allowed on ALR land on the same or similar terms that exist currently for wineries and cideries?
- Q3. Should the allowable footprint for consumption areas (or lounges) ancillary to wineries and cideries (and potentially also breweries, distilleries and meaderies) be increased and if so, on what basis?
- Q4. To what extent should wineries, cideries (and potentially also breweries, distilleries and meaderies) be allowed to sell alcohol that was produces elsewhere in BC, not at the winery or cidery?

Parameters are additional restrictions to ensure farm uses support an active farm and have only minimum impact on agricultural land such as:

- limiting total footprint of any facilities in relation of size of the farm;
- prescribing the location of a facility on a farm;
- the percentage of inputs derived from the farm (currently at 50%); and
- impacts on neighbouring farms (e.g. traffic).

¹ An explanation of some of the terms referred to in this document is provided in the Attachment.

METRO VANCOUVER CONSIDERATIONS

The table below lists some of the potential pros and cons of expanding allowable farm uses as described above. Additional considerations for Metro Vancouver to raise follow the table.

PROS	CONS
Expands economic development opportunities on	Expanded commercial activities on farms can divert
farms and creates new jobs in the region.	business priorities and resources away from primary
	agriculture production.
Storage, packing and processing may improve	Elevates the demand for ALR land by non-farm
opportunities to access domestic and	landowners who may have little interest in maintaining
international markets.	the productivity of the farmland.
ALR properties used for farming can serve as	Farm sites with expanded food and alcohol services can
aggregating facilities for multiple smaller farm	increase pressure to extend utility services into
operations.	agricultural areas.

- Once designated a farm use, local governments will have little ability to restrict the land use.
- There is no information about the property tax implications of proposed new allowable uses. It
 is not clear whether new facilities will be considered "farm buildings" or "commercial
 businesses". The proposed additional uses will have cumulative impacts on local government
 services that may necessitate corresponding increases in property tax
- An expansion of commercial uses may exacerbate existing problems related to residential housing in the ALR. Guidelines for bylaw standards were developed by the Province for residential uses in the ALR in 2011; however, the guidelines are not supported by provincial legislation that governs where houses may be sited, or the size of residential footprints on ALR land. The GVRD Board requested such legislation in 2012 (GVRD Board minutes March 2, 2012).
- The ALC has not been able to effectively enforce existing regulations on non-farm uses. Today, there are situations where the proposed allowable uses already exist on ALR land without meeting the proposed parameter requirements. There need to be stronger measures in place to enable timely, low-cost and effective enforcement.
- An increase in the size of consumption areas for wineries and cideries may result in farm areas
 playing host to lucrative events such as weddings, banquets and other large gatherings of
 people (>130) that may require expanded parking and requests for extended utility services.
 These uses would further exacerbate conflicts over conventional farm practices that create
 noise, dust and smells.

2. PERMITTED USES

Permitted uses have limited connection to agriculture, but are considered compatible with farm operations. They are allowed without an ALR application but can be prohibited by a local government. The questions and parameters proposed by the Province on new *permitted uses* are as follows:

- Q5. Should anaerobic digesters be permitted in the ALR if the inputs are generated from farm activities?
- **Q6.** Should on farm co-generation facilities be permitted on farms where a portion of the energy created is used on farm?

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Q7. Should the parameters be expanded for when non-agricultural related businesses are allowed to operate on ALR properties in Zone 2?

Parameters add restrictions to ensure that permitted uses have minimal impact on farm operations. Parameters address:

- the size and location of any facilities;
- the permanence of the facility;
- the percentage of inputs derived from the farm and outputs used on the farm;
- impacts on neighbouring farms (e.g. traffic, smells, noise);
- options for land reclamation after the use ends;
- whether or not the property is actually farmed (and to what extent); and
- the likely impact of the proposed use on the farm operation.

METRO VANCOUVER CONSIDERATIONS

The table below lists some of the potential pros and cons of expanding allowable permitted uses as described above. Additional considerations for Metro Vancouver to raise are listed following the table.

PROS	CONS	
Anaerobic digesters provide a useful technology for	Anaerobic digesters are not economically viable	
treating livestock manure.	without inputs from the municipal waste system.	
Increased co-generation energy facilities can reduce	Processing municipal waste on farmland facilitates	
input costs and CO ² emissions from greenhouses.	nutrient loading on farms, which is already a	
	significant problem.	
Non-agricultural related activities can help ensure	Expansion of non-agricultural activities on ALR land	
ALR landowners have year-round business income.	can reduce the incentive to farm or lease land to	
	farmers.	

- It will be important to set limits on the amount of waste processed or energy exported from a farm site to prevent these types of non-farm activities from becoming predominant over primary agriculture production.
- The property tax implications of new facilities is an important consideration given that the facilities may trigger additional local government service requirements. Also, it not clear whether these new facilities will be considered a "farm improvement" and eligible for a property tax exemption.
- Capital investments in infrastructure and buildings that are not dependent on farm operations will not help to ensure a long-term commitment to agriculture.
- A <u>staff report (Item 5.9)</u> to the GVRD Board on the proposed *Bylaw Standards for Anaerobic Digestion in the ALR* alerted the Ministry of Agriculture about the regulatory processes for air and solid waste management that are under the authority of Metro Vancouver.

3. SUB-DIVISION

This option refers to how subdivisions approved by local and provincial governments can occur without an application to the ALC. The proposed questions are as follows:

- **Q8.** Should the subdivision of ALR properties in Zone 2 to a minimum parcel size of a quarter section be allowed without an application to the ALC?
- **Q9.** Should the subdivision of ALR parcels in Zone 2 that are of a defined size, and that are divided by a major highway, be allowed without an application to the ALC?

METRO VANCOUVER CONSIDERATIONS

- Subdivision of parcels is the most common type of application received by the ALC in Metro Vancouver and accounted for 29% of applications in the region from 2006-2013.
- While this item only relates to Zone 2, what happens on farmland in the Interior, Kootenay and Northern region is of concern to the BC's most populated region.

4. AGRI-TOURISM

An agri-tourism activity is currently defined as a temporary or seasonal use that promotes or markets farm products raised on the farm site.

Q10. Should greater clarity be provided on what constitutes an agri-tourism activity that is allowable in the ALR without an application, and if so what parameters should be established?

It is similarly proposed that agri-tourism accommodations are permitted under section 3 of the Regulation, to ensure that any such accommodations are tied to a legitimate agri-tourism activity under section 2.

METRO VANCOUVER CONSIDERATIONS

The table below lists some of the potential pros and cons of redefining agri-tourism. Additional considerations for Metro Vancouver to raise follow the table.

PROS	CONS	
Year round agri-tourism activities create new	Expanding tourism in agricultural areas increases	
business opportunities and jobs.	the demand for other non-farm and utility services.	
Selling off-farm products increases the business	Allowing off-farm products to be sold reduces the	
diversity of a farm operation.	incentive to promote farm-based products.	

- Allowing off-farm products to be sold on a farm site still requires restrictions and enforcement, in order to ensure that agri-tourism activities do not take precedence over primary agricultural production.
- There should be restrictions on the commercial footprint of all agri-tourism businesses. Existing problems with residential footprints persist.
- Classification of a parcel as *farmed* under the *Assessment Act* means that a farmer, not the individual parcel, meets the minimum qualifying requirement. Therefore agri-tourism activities could easily usurp farm production by leasing a portion of the land to an existing farmer. Under this scenario, the operator would receive Farm Class status without investing in the farm operation.

5. LEASING LAND

The explanation of leasing land in the consultation document does not clearly indicate that only leases registered on title are under consideration. Currently, a landowner can only lease their whole property without an application to the ALC and the proposal is to allow 'temporary' leases on a portion of the property without an application.

- Q11. Should temporary leases of portions of a property in Zone 2 of the ALR be allowed without an application to the ALC for:
 - a) intergenerational transfer of an active farm or ranch operation; and/or
 - b) to encourage the use of otherwise unfarmed land by existing or new farmers?

METRO VANCOUVER CONSIDERATIONS

Possible pros and cons of <u>life estate leases</u> allowing retiring farmers to live on the property while leasing or selling it to family or new entrants and considerations are listed in the table followed by considerations for Metro Vancouver to raise.

PROS	CONS
Retired farmers can generate income without moving or selling to non-farmers. This provision enables better succession planning for farm	There is no mechanism to ensure that the land will continue to be farmed once the farmer is retired.
operations.	

- There is no definition of 'temporary lease' provided.
- Life estate leases are only appropriate for Zone 2 only where farm parcels are much larger and a second residence would be unlikely result in non-farm use of an ALR parcel.
- There should be some parameter attached to life estate leases to ensure that over the longterm the additional residence is used only by relatives or farm workers. Such a condition would help sustain livestock operations that are dependent on farm workers to live nearby for animal care.

Possible pros and cons of <u>leasing land to encourage the use</u> of otherwise unfarmed land by existing or new farmers are listed in the table, followed by considerations for Metro Vancouver to raise.

PROS	CONS
Formal leases become a more readily available	There is still no requirement for formal leases to
option for new and established farmers to access	obtain Farm Class status and associated property tax
agricultural land.	exemptions.

- The option to have a lease on a portion of a parcel is desirable in Zone 1 because it gives farmers more security of tenure when leasing land in the ALR.
- Financial institutions are reluctant to provide loans to farm operations unless there is a lease on title because of the capital investments in the land and buildings required to build a profitable business.

• Encouraging more leases could help to increase the amount of actively farmed land in Metro Vancouver where almost 60% of the parcels are not used for farming.

ITEMS NOT INCLUDED IN THE CONSULTATION

- 1. The issue of enforcement of existing ALC regulations where there is inadequate capacity to address current infractions such as illegal fill deposition. Enforcement issues need to be resolved through more effective mechanisms such as punitive penalties and empowering delegation agreements with municipalities.
- 2. Changing the criteria for allowable farm and permitted uses may reduce the number of applications to the ALC, but still would not address the need for a self-sustaining ALC that has the ability to recover the true costs of processing applications, similar to the municipal application fee system (GVRD Board minutes May 23, 2014).

METRO VANCOUVER PROCESS FOR PROVIDING FEEDBACK TO THE PROVINCE

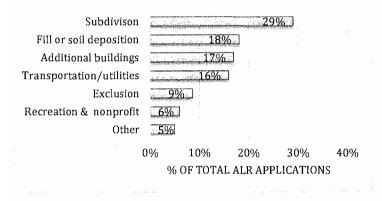
	ACTION ITEM	DATE
1.	Attend Ministry meeting in Abbotsford	Thursday, August 14
2.	Submit draft comments to the Province (Comments to	Friday, August 22
	be confirmed by the Board at the earliest opportunity)	
3.	Integrate outcomes of meeting into a Regional Planning	RPA Agenda posted on
	and Agriculture Committee (RPA) and Board report	Friday, August 29, 2014
4.	Regional Planning and Agriculture Committee meeting	Friday, September 3
5.	GVRD Board meeting	Friday, September 19
6.	Submit Board comments/recommendation(s) to	Monday, September 22
	Province	

EXPLANATION OF TERMS

Agri-tourism: Defined as a tourist activity, service or facility accessory to land, it is currently an allowable farm use if temporary or seasonal and classified as farm under the *Assessment Act*. The farm may be comprised of one or several parcels of lands owned or operated by a farmer as a farm business. There is no building threshold stipulated although a local government can regulated these uses, for example, setting hours of operation, a maximum building area or maximum site coverage, but cannot prohibit the use.

Agri-tourism accommodation: This is a permitted use in the ALR and is classified as a farm under the Assessment Act unless otherwise prohibited by a local government bylaw. The accommodations are limited to 10 sleeping units and the total developed area for buildings, landscaping and access is less than 5% of the parcel.

ALR Applications: Referred to as an application to the ALC, any non-farm activity in the ALR that is not a farm use or a permitted use must obtain written permission from the ALC. The figure below illustrates that of the 430 applications to the ALC in Metro Vancouver, the most prevalent pertained to subdivisions (29%) followed by soil (fill) deposition (18%). All applications must now be forwarded to the regional panels unless the Chair considers them of provincial significance.



Types and Percent of Applications to the ALC in Metro Vancouver (2006-2013)

Anaerobic Digesters: These are currently not identified as a farm use or permitted use in the ALR. While there are benefits of having an anaerobic digester to livestock operations, there are also concerns about these types of facilities used to manage municipal waste, particularly fats, oil and grease with high energy value. The concern is the additional nutrient loading from digestate (post anaerobic digestion residue) being spread on agricultural lands and displacing farm manure applications.

BC Assessment Classifications (pertaining to agriculture land uses)

- Class 1, Residential includes farm residences and farm buildings
- Class 5, Light Industry includes wineries except for properties used for the production of food and non-alcoholic beverage which fall in to Class 6.
- Class 6, Business Other includes properties used for retail, warehousing, hotels and other properties that do not fall into other classes.
- Class 8, Recreation Property, non-profit organization includes recreational facilities, golf courses and places of worship. All improvements (such as clubhouses) fall into Class 6.

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• Class 9, Farm Land must produce a prescribed amount of qualifying primary agricultural products for sale as crops or livestock. The gross sales from a farm operation that could include multiple parcels, not the individual land parcel, is used to determine Farm Class status.

Bylaw Standards: The Ministry of Agriculture establishes bylaw standards to guide local government bylaw development rather than use provincial regulations.

Delegation Agreements: The ALC authorizes a local government to act on its behalf to make non-farm use and subdivision decisions in the ALR under the *ALC Act*. The local government and ALC negotiate the terms of the agreement including powers to be delegated, geographic areas of application, responsibilities, monitoring, reporting, transition, enforcement, fees, training, information sharing, term, renewal and cancellation. This voluntary provision has been in effect since 1994 and there are currently three agreements: Fraser Fort George Regional District (2001), Regional District of East Kootney (2003) and the Oil and Gas Commission (2004).

Farmer: There is no formal definition of a "farmer". This has raised concerns from the agricultural community because often "hobby" farmers receive the same benefits as commercial, full time farmers. The current definition of a farm operation is whether it receives Farm Class status from the BC Assessment, considered to be inadequate because of the low qualifying requirements.

Farm Product Processing: Farm product processing is considered the storage, packing and product preparation of a commodity produced from a farm. This is a *permitted farm use* in the *ALC Act* if at least 50% of the farm product is produced on the farm on which the processing takes place. Related activities of farm product processing includes the construction, maintenance and operation of a building, structure, driveway, ancillary service or utility necessary for that farm use. There is no building threshold area stipulated, although a local government may regulate these uses for example by setting a maximum building area or maximum site coverage, but cannot prohibit the use.

Farm Retail Sales: Farm retail sales are designated as a *farm use* and cannot be prohibited by a local government bylaw. If all products originate or are produced on the farm site where the sales are taking place, there is no limitation for the retail sales area. However if the farm products offered for sale originate elsewhere, at least 50% of the retail sales area must be dedicated to farm products produced on site. Also the total retail sales area, both indoors and outdoors, for all products must not exceed 300m². Wholesale of farm products is considered to be a farm activity.

Food Processing: Food processing is generally defined as the transformation of raw ingredients into food or food products or as adding value to a farm commodity or product by physical, biological or other means including but not limited to fermentation, cooking, canning, smoking or drying. Food processing is not a permitted use in the *ALC Act*.

Lower Mainland: A useful geographic scale for referring to agricultural issues is the Lower Mainland that includes both Metro Vancouver and the Fraser Valley Regional District and encompasses 59% of the BC population. Metro Vancouver has 22 municipalities and 1 Electoral Area with a population of 2,313,328 (2011). Fraser Valley has 6 municipalities and 7 electoral areas with a population of 277, 593 (2011).



Metro Vancouver Submission to the Ministry of Agriculture

August 22, 2014

To: The Honourable Norm Letnick Minister of Agriculture

Re: Provincial Consultation on Potential Changes to the Agricultural Land Commission (ALC) Act

As context, the following comments are the result of Metro Vancouver's participation in an August 14, 2014 consultation session put on by the Province. The Metro Vancouver delegation to the Ministry of Agriculture consultation session was led by Director Derek Corrigan, Chair of Metro Vancouver's Regional Planning and Agriculture Committee. Director Corrigan was accompanied by Director Harold Steves, who serves as Vice Chair of the Committee. Other members of the delegation included Councillor David Davis of the Township of Langley, and staff from the Corporation of Delta, City of Richmond, City of Burnaby and Metro Vancouver's interim submission. They will be presented for endorsement to Metro Vancouver's Regional Planning and Agriculture Committee and to the GVRD Board in September, 2014. The Ministry should expect to receive the Metro Vancouver's formal submission by the end of September.

Thank you for inviting Metro Vancouver to participate in the consultation process regarding potential changes to the *ALCAct*. While we are pleased to submit our comments on the consultation questions, we are deeply frustrated by the Ministry's consultation process. The Ministry's decision to limit consultation to a four-week period over the summer has made it very difficult for Metro Vancouver and its member municipalities to participate effectively. Metro Vancouver's Boards and Committees have not had scheduled meetings during the consultation period, and as a consequence have not had an opportunity to review and discuss the questions posed by the Ministry. The situation has been the same for the Councils and Committees of our member municipalities. A more fulsome dialogue than that which has been provided is essential to ensure that local government remains an effective partner in efforts aimed at preserving the long-term integrity of the Agricultural Land Reserve (ALR).

Metro Vancouver is also disappointed that the legislative amendments made to the *ALC Act* on May 29, 2014, were made without local government consultation. The South Coast region in which Metro Vancouver is situated represents 60% of the province's population. Residents in this region are very concerned about the future of the ALR and its critical role in food production.

The provincial direction to increase income-generating activities for farmers and ranchers aligns with Metro Vancouver's goal to enhance agricultural viability. The Province's proposed measures, however, provide no assurance that farmers, rather than non-farm business operators and land speculators, will benefit from the proposed allowable uses. The Province's proposal also does little to ensure that primary agriculture production remains the priority activity in the ALR. The potential expansion of allowable uses in the ALR is not warranted until existing restrictions on non-farm uses of agricultural land are adequately monitored and enforced.

There are five key points to consider before pursuing any expansion to the range of allowable uses in the ALR:

- Problems already exist with the lack of monitoring and enforcement of current ALC regulations. These shortcomings have resulted in the need for inordinate amounts of municipal staff resources to address provincial regulations. The ALC's inability to effectively address non-compliance issues related to the 50% requirement for on-farm products, residential/commercial footprints and illegal fill deposition on farmland has also resulted in extensive legal bills for municipalities. These shortcomings should be addressed before expanding the range of allowable non-farm uses in the ALR.
- A decision to allow additional manufacturing, retail and restaurant activities on farmland would result in business operations being able to circumvent the business property tax classification, and would unfairly penalize existing and new businesses located in commercial zones within the Urban Containment Boundary. The decision would create a "slippery slope" situation that could easily result in an escalation in agricultural land values to the extent that farmers would be unable to afford land in the ALR. This outcome has already occurred in situations where ALR properties, unprotected by proper restrictions on house size and location, have been acquired for use as country estates.
- The expansion of commercial uses in the ALR would also have significant potential impacts on local governments in terms of utility services, road maintenance, policing, bylaw enforcement, nuisance complaints and property taxes. At a minimum, clarification is required on the property tax implications of the proposed farm and permitted uses. The decision to classify such uses as farm buildings (Class 1 Residential) or businesses (Class 6, Other Business) in the Assessment Act is one that will matter greatly to local governments.
- When considering any changes to the *ALC Act*, it is essential to consider primary agricultural production as the top priority for ALR lands. There is currently a void of effective policies to ensure that the ALR is actively farmed, and to motivate ALR landowners to farm or lease their properties to enable new/young farmers to start a farm business, or to enable existing farms to expand their food production operations.
- Before changing the criteria for allowable farm and permitted uses in the ALC Act, it is imperative that the Province address the need for a self-sustaining ALC that has the ability to recover the true costs of processing applications. This change in and of itself would help to discourage landowners with no serious desire to preserve agriculture from submitting unreasonable applications that serve only to divert scarce ALC staff resources from important enforcement and other activities.

Specific responses to the questions posed in the Ministry's document, *Consultation on Potential Changes to the Agricultural Land Commission Act: Agricultural Land Reserve Use, Subdivision and Procedure Regulation* are provided in the Attachment. In light of these comments, and prior to expanding allowable uses, Metro Vancouver is requesting that the Province:

- 1. Extend the consultation period on the potential changes to the *ALC Act* until the end of September, 2014, to provide the Greater Vancouver Regional District Board and Municipal Councils the opportunity to respond properly to the proposed changes.
- 2. Create an adequate mechanism for local governments to provide input to the selection of South Coast regional panel commissioners.

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- 3. Determine how monitoring and enforcement of the existing ALC regulations will be achieved.
- 4. Strengthen existing policies and create new ones aimed at preventing in the ALR the proliferation of commercial activities that are independent of primary agricultural production.
- 5. Conduct a comprehensive analysis of the impacts of each proposed change to determine the implications to land use, utility services, transportation corridors and property taxation.
- 6. Provide all regional districts, in a timely manner, information that will result from the new ALC reporting requirements, including performance indicators, status of applications, survey results, plans, special problems and trends.

PROVINCIAL QUESTIONS	METRO VANCOUVER RESPONSE
Q1. Should the parameters for allowable on-farm food storage, packing, processing and retail establishments be revised?	Keep the status quo. Do not expand allowable uses until current ALC regulations are adequately monitored and enforced.
Q2. Should breweries, distilleries and meaderies be allowed on ALR land on the same or similar ter that exist currently for wineries and cideries?	
Q3. Should the allowable footprint for consumptio areas (or lounges) ancillary to wineries and cideries (and potentially also breweries, distilleries and meaderies) be increased and if s on what basis?	from agriculture production to commercial business that is better located within urban areas serviced by
Q4. To what extent should wineries, cideries (and potentially breweries, distilleries and meaderin be allowed to sell alcohol that was produces elsewhere in BC, not at the winery or cidery?	None. Expanding retail sales of non-farm products es) beyond the 50% rule changes the intent of businesses located in the ALR, which is to promote on-farm products and support primary agriculture production.
Q5. Should anaerobic digesters be permitted in the ALR if the inputs are generated from farm activities?	No. Keep the status quo. The ALC should make the decisions on a case-by-case basis because of the potential impacts on neighbours and the farmland receiving the anaerobic digestion residuals.
Q6. Should on farm co-generation facilities be permitted on farms where a portion of the ener created is used on farm?	No. Keep the status quo. The ALC should make the decisions on a case-by-case basis because of known and potential future impacts.
Q7. Should the parameters be expanded for when non-agricultural related businesses are allowe to operate on ALR properties in Zone 2?	 No. Keep the current application process that allows the ALC to determine what is in the best interest of preserving agricultural land over the long-term.
Q8. Should the subdivision of ALR properties in Zor 2 to a minimum parcel size of a quarter section be allowed without an application to the ALC?	n the ALC to determine if subdivision will reduce the
Q9. Should the subdivision of ALR parcels in Zone 2 that are of a defined size, and that are divided a major highway, be allowed without an application to the ALC?	
Q10. Should greater clarity be provided on what constitutes an agri-tourism activity that is allowable in the ALR without an application, ar if so what parameters should be established?	Yes, further clarification would be helpful. However, agri-tourism should not be allowed if it does not support primary agriculture production. Factors to consider are scale, frequency, timing and whether expansion of the activity could make farming a secondary revenue generating use.
 Q11. Should temporary leases of portions of a property in Zone 2 of the ALR be allowed with an application to the ALC for: a) intergenerational transfer of an active farm or ranch operation; and/or b) to encourage the use of otherwise unfarmed land by existing or new farmers? 	leasing of farmland is positive, but not if they are only short term lease agreements that allow landowners to receive property tax benefits without providing secure

Metro Vancouver Response to the Consultation Questions Posed by the Province

	Comparison Proposed Metro Va To the Ministry of Agriculture's.	Comparison Proposed Metro Vancouver & Richmond Responses To the Ministry of Agriculture's ALC Act Consultation Questions	
PART 1 - Responses to Ministry's Questions	estions		
Ministry's Consultation Questions	Proposed Metro Vancouver Response	Proposed Richmond Response	Comparative Comments
Q1. Should the parameters for allowable on-farm food storage, packing, processing and retail establishments be revised?	Keep the status quo. Do not expand allowable uses until current ALC regulations are adequately monitored and enforced.	Strongly Disagree. The existing parameters are sufficient and they should be properly monitored and enforced first.	<u>Similar Comments</u> - MV says no - Richmond says no
Q2. Should breweries, distilleries and meaderies be allowed on ALR land on the same or similar terms as wineries and cideries are currently allowed?	No changes until current ALC regulations are adequately monitored and enforced.	Agree. However, any ALR/provincial land use regulations considered for breweries, distilleries and meaderies should also allow for the City to place additional regulations and prohibit the land use, if the City deems necessary.	Different Comments-Metro Vancouver first wants-Current ALC regulationsadequately monitored andenforcedRichmond agrees only if City canregulate and prohibit.
Q3. Should the allowable footprint for consumption areas (or 'lounges') ancillary to wineries and cideries (and potentially also breweries, distilleries and meaderis) be increased, and if so on what basis?	No. This change would alter the intent of farmland from agriculture production to commercial business that is better located within urban areas serviced by existing utilities and public transportation.	Strongly Disagree. Increasing the size limitations for consumption areas will allow for the intensification of commercial activities. If pursued, further clarification should first be provided to identify the exact proposed increases and their implications.	<u>Similar Comments</u> - MV says no - Richmond says no
Q4. To what extent should wineries and cideries (and potentially breweries, distilleries and meaderies) be allowed to sell alcohol that was produced elsewhere in BC, not at the winery or cidery?	None. Expanding retail sales of non- farm products beyond the 50% rule changes the intent of businesses located in the ALR, which is to promote on-farm products and support primary agriculture production.	As long as the retail area is limited to the same size (i.e., 300 m^2) and as long as a minimum of 50% of the retail area dedicated to retailing products grown and produced on the farm, this would be consistent with allowing retail activities not just limited to the product produced on site. The City does not want these retail areas to turn into stand alone stores that have no linkage to the farm operation.	 <u>Different Comments</u> Metro Vancouver disagrees to ensure that ALR activities prioritize farming. Richmond agrees only if City can regulate like now (same 300m2 area, minimum of 50% from the farm).
Q5. Should anaerobic digesters be permitted in the ALR if the inputs are generated from farming activities?	No. Keep the status quo. The ALC should make the decisions on a case- by-case basis because of known and potential future impacts.	Agree. Specific guidelines and requirements should be developed and all the inputs must be generated from farming activities on the farm.	Different Comments Metro Vancouver disagrees that anaerobic digesters should be permitted in the ALR without an

	Comparison Proposed Metro Va To the Ministry of Agriculture's	Comparison Proposed Metro Vancouver & Richmond Responses To the Ministry of Agriculture's ALC Act Consultation Questions	
PART 1 - Responses to Ministry's Questions	estions		
Minnistry's Consultation Questions	Proposed Metro Vancouver Response	Proposed Richmond Response	Comparative Comments
		The City should be allowed to place additional regulations.	application to the ALC. Richmond agrees that they can be permitted without an application to the ALC, as long as the City can place additional regulations.
Q6. Should on-farm co-generation facilities be permitted on farms where a portion of the energy created is used on farm?	No. Keep the status quo. The ALC should make the decisions on a case-by-case basis because of known and potential future impacts.	Strongly Agree. The ALC should set the minimum amount of waste that should be produced on the farm and the City should be able to place additional regulations to ensure that the facility does not turn into a major industrial site and should regulate where it can be located. Provincial guidelines and regulations need to be established to ensure that operations are run effectively and provide a means to address adjacency issues/complaints.	 <u>Different Comments</u> Metro Vancouver disagrees that on-farm cogeneration facilities should be permitted in the ALR without an application to the ALC. Richmond agrees that they can be permitted without an application to the ALC, as long as the City can place additional regulations.
Q10. Should greater clarity be provided on what constitutes an agri- tourism activity that is allowed in the ALR without an application, and if so what parameters should be established?	Yes. Further clarification would be helpful. However, agri-tourism should not be allowed if it does not support primary agriculture production. Factors to consider are scale, frequency, timing and whether expansion of the activity could make farming a secondary revenue generating use.	Strongly Agree. Clearer parameters and regulations should be provided so that municipalities would be able to easily interpret them. Any regulations specific to agri-tourism activities as a permitted use should also enable the municipality to regulate it further or not permit it if it is deemed necessary.	Similar Comments MV says yes Richmond says yes

Å	Part 2 - Comparison of the Additional Proposed Co	Comments by Metro Vancouver and Richmond	
	Metro Vancouver	Richmond	Comparative Comments
~`	Extend Comment Deadline Extend the consultation period on the potential changes to the <i>ALC Act</i> until the end of September, 2014, to provide the Greater Vancouver Regional District Board and Municipal Councils the opportunity to respond properly to the proposed changes.	 Extend Comment Deadline Extend the deadline for comments to September 30, 2014 to allow stakeholders to have reasonable time to provide feedback. 	Similar Comments
N	<u>A Planned and Managed Approach to ALC Act</u> <u>Changes:</u> Conduct a comprehensive analysis of the impacts of each proposed change to determine the implications to land use, utility services, transportation corridors and property taxation.	 A Planned and Managed Approach to ALC Act Changes: It is crucial for local governments, key stakeholders and the public to understand the implications of the proposed changes and have the opportunity to review and comment on draft regulations. Council is concerned about the lack of a detailed analysis of the proposed changes and their potential impacts. The City of Richmond requests that: each proposed regulatory change be first clarified and comprehensively analysed for its on and off site impacts (e.g., sustainability, land use, water, sanitary, drainage, hydro, telecommunications, environmental, financial, taxation). specific policies and guidelines for the Province, ALC, local governments and property owners be prepared to enable them to properly manage the proposed changes, and them to properly manage the proposed changes, and changes, before they are approved. 	Similar comments
<i></i>	<u>Agricultural Viability as the Priority:</u> Strengthen existing policies and create new ones aimed at preventing in the ALR the proliferation of commercial activities that are independent of primary agricultural production.	 <u>Agricultural Viability as the Priority</u>: The Ministry is requested to ensure that all the proposed changes reinforce and enhance the following: agricultural viability, agricultural sustainability, and the protection and quality of the essential agricultural resources (e.g., air, water, soil). These principles are essential for a viable agricultural sector, production, operations and products. 	Similar comments
4	<u>ALC Monitoring and Enforcement</u> Determine how monitoring and enforcement of the existing ALC regulations will be achieved.	 <u>ALC Additional Funding</u> The Ministry and ALC staff and funding should be increased to properly enforce the existing and proposed ALR regulations (e.g., illegal soil fill, research, farm uses, municipal liaison). 	Similar comments

Ра	Part 2 - Comparison of the Additional Proposed Comments by Metro Vancouver and Richmond	omments by Metro Vancouver and Richmond	
	Metro Vancouver	Richmond	Comparative Comments
С	<u>Consultation with First Nations</u> No similar comment	 <u>Consultation with First Nations</u> It is requested that First Nations be consulted regarding the proposed changes. 	Only Richmond asked that First Nations be consulted
<u>ى</u>	Port Metro ALR Land Use No comment	7. <u>Port Metro Vancouver (PMV) not to use the ALR for industrial purposes</u> : PMV has purchased 240 acres of farmland in the ALR in Richmond and will not commit to farming it. The City of Richmond requests that the Minister seek Provincial government support to prepare an ALC policy to prohibit PMV from converting agricultural land to port industrial uses and that the Province encourage the Federal Government to prepare and implement a binding dispute/conflict resolution mechanism between local governments and PMV.	Only Richmond commented
ထ်	<u>ALC Reporting</u> : Provide all regional districts, in a timely manner, information that will result from the new ALC reporting requirements, including performance indicators, status of applications, survey results, plans, special problems and trends.	No similar comment	Only Metro Vancouver asked for better ALC reporting requirements
ດັ	<u>Selecting South Coast Regional Panel</u> <u>Commissioners (Metro Vancouver, Fraser</u> <u>Vallev, Squamish – Lillooet, Sunshine Coast)</u> Create an adequate mechanism for local governments to provide input to the selection of South Coast regional panel commissioners.	No similar comment	Only Metro Vancouver asked for better Commission selection mechanism