CITY OF BURNABY

PLANNING AND BUILDING REZONING REFERENCE #20-37 2021 FEBRUARY 03

ITEM #07

1.0 GENERAL INFORMATION

- 1.1 Applicant: British Columbia Liquor Distribution Branch 3383 Gilmore Way Burnaby, BC V5G 4S1 Attn: Ryan McKeown
- 1.2 Subject: Application for the rezoning of: Lot 3 District Lot 124 Group 1 New Westminster District Plan EPP59173 Except Air Space Plan EPP65160
 - From: CD Comprehensive Development District (based on C3 General Commercial District, RM4s and RM5s Multiple Family Residential Districts and Brentwood Town Centre Development Plan as guidelines)
 - To: Amended CD Comprehensive Development District (based on C3 and C3i General Commercial Districts and Brentwood Town Centre Development Plan as guidelines)
- **1.3** Address: #2 4615 Lougheed Highway
- **1.4 Location:** The subject site is comprised of one commercial retail unit (CRU) within Tower 3 of the Brentwood Mall redevelopment (Sketches #1 and #2 attached).
- **1.5** Size: The site consists of one CRU with an area of approximately 381.6 m^2 (4,107 sq. ft.).
- **1.6 Services:** The Director Engineering will be requested to provide all relevant servicing information.
- **1.7 Rezoning** The purpose of the proposed rezoning bylaw amendment is to permit a government cannabis store.

2.0 POLICY FRAMEWORK

The proposed development aligns with the following goals and sub-goals of the Corporate Strategic Plan:

A Connected Community

• Partnership - Work collaboratively with businesses, educational institutions, associations, other communities, and governments.

An Inclusive Community

• Create a sense of community - Provide opportunities that encourage and welcome all community members and create a sense of belonging.

A Dynamic Community

• Economic opportunity - Foster an environment that attracts new and supports existing jobs, businesses and industries.

3.0 NEIGHBOURHOOD CHARACTERISTICS

The subject site is comprised of one commercial retail unit (CRU) within Tower 3 of The Amazing Brentwood (Brentwood Site Conceptual Master Plan). Construction of Tower 3 is now complete and consists of a 51-storey apartment building located at the northeast corner of Alpha Avenue and Lougheed Highway, above a 4-storey commercial podium (see *attached* Sketches #1 and #2).

To the north of the subject site is the existing Brentwood Town Centre Mall, and to the east is a surface parking lot serving the mall site. To the south across Lougheed Highway and the Millenium SkyTrain guideway are automobile dealerships identified for future multi-family residential and mixed-use redevelopment. To the west, across Alpha Avenue, is Phase 1 of The Amazing Brentwood development. Vehicular access to the broader Brentwood Mall site is currently taken from Lougheed Highway, Willingdon Avenue, and Beta Avenue.

4.0 BACKGROUND INFORMATION

- 4.1 On 2017 February 27, Council granted Final Adoption to Rezoning Reference #15-05 to permit the construction of Tower 3 in line with the Council-adopted Brentwood Site Conceptual Master Plan and the Brentwood Town Centre Development Plan. The subject site was rezoned to an amended CD Comprehensive Development District to allow for the subject mixed-use residential and commercial development.
- 4.2 On 2020 June 01, Council adopted locational and operational guidelines for assessing future rezoning applications for government cannabis retail stores in the C2i and C3i Commercial Districts. The intent of the guidelines is to provide a higher degree of certainty as to the appropriate location, size, and operation of government cannabis stores.

5.0 GENERAL INFORMATION

- 5.1 The applicant is seeking to rezone a 381.6 m² (4,107 sq. ft.) CRU within the new Tower 3 of the Brentwood Town Centre Development Plan to an amended Comprehensive Development District (based on C3 and C3i District guidelines) in order to permit the establishment of a government cannabis store (see *attached* Sketch #1). The proposed store is located on the ground level along the south elevation of the building, facing Lougheed Highway. Under the proposed amendment, the subject unit would retain the underlying C3 District zoning, in addition to the proposed C3i District zoning, in order to allow future reversion of the unit to C3 District uses should the government cannabis store use cease.
- 5.2 The following is an assessment of the proposal's consistency with the 2020 Council-adopted guidelines for assessing rezoning applications for government cannabis stores:

5.2.1 Locational Criteria

Town Centre Location:

The locational criteria for government cannabis stores requires that a store be located in one of the four designated Town Centres in which the store would serve as a component of an overall development. The proposed store is located in the Brentwood Town Centre.

General observance of a minimum 200 m (656 ft.) separation from the following uses:

• Public and private schools

The nearest schools to the subject site are Brentwood Park Elementary School and Holy Cross Elementary School, which are located over 600 m (1,969 ft.) northeast of the subject site.

• Public playgrounds

The nearest public playground is located over 600 m. (1,969 ft.) northeast of the subject site in Brentwood Park.

• Community/recreation centres, community resource centres, neighbourhood houses, and youth centres

Brentwood Community Resource Centre (2055 Rosser Avenue) is located over 400 m. (1,312 ft.) west of the subject site.

Observance of an appropriate relationship to the following adjacent uses in terms of their direct proximity or orientation to the government cannabis store:

• Residential and mixed-use development

The subject site is located within a mixed-use commercial and residential tower (Tower 3) within the larger Brentwood Town Centre Development Plan. The nearest residential units in Tower 3 are located above and are set-back from the 4-level commercial podium of the building.

• Café/restaurant outdoor patios

An existing ground-level outdoor patio for McDonald's is located over 100 m. (328 ft.) from the subject site within the Brentwood Mall development, across from the Brentwood SkyTrain Station. Other outdoor patios may be constructed in the future near the subject site, as commercial tenants begin to occupy the ground-level CRU's within the Brentwood Civic Plaza.

• Public parks

The subject site is not located adjacent to any public parks, although there are several park sites within the wider Brentwood Town Centre.

• Potential sensitive uses such as temporary shelters or group homes

The Progressive Housing Emergency Shelter (2294 Douglas Road) is located over 800 m. (2,625 ft.) from the subject site.

Given the subject site's central location within the Brentwood Mall redevelopment site, there is generally an expectation for a greater mix of uses and higher activity levels with a lesser degree of physical separation between commercial uses, and the opportunity for nuisance behaviour is considered low. The applicant has noted that the Liquor Distribution Branch (LDB) neighbourhood strategy includes the implementation of procedures regarding unruly customers, store safety, loitering and consumption outside the premises. In addition, products from government cannabis stores are packaged and sold in accordance with Health Canada requirements, such that odour impacts on nearby uses would be mitigated.

5.2.2 Store Size

The proposed government cannabis store, at 381.6 m² (4,107 sq. ft.), does not exceed the maximum store size criterion of 465 m² (5,000 sq. ft.).

5.2.3 Operational Criteria

The guidelines recommend that government cannabis stores have a security plan, as a well as a strategy to ensure the store will be a good neighbour. Government cannabis stores are also required to post signs regarding Burnaby's smoking-related bylaw(s), once adopted by Council.

The applicant notes that the proposed store would apply a range of security arrangements, CPTED (Crime Prevention through Environmental Design) principles, as well as community engagement and social responsibility measures to maximize customer, employee and community safety, and to promote safe and responsible use of non-medical cannabis products. Minors would not be permitted to enter the store, and an ID-check policy at store entryways would be implemented. While specific store hours have not been indicated, typical BC Cannabis Store hours are 10:00 am to 9:00 pm Monday to Saturday, and 11:00 am to 7:00 pm on Sundays. The LDB's neighbourhood strategy would be applied as necessary.

5.3 The Liquor and Cannabis Regulation Branch (LCRB) Policy Directive 20-15 was released on 2020 June 18, which amended the *Cannabis Licensing Regulation* (CLR) to allow cannabis retail locations to have transparent windows, provided that cannabis, cannabis accessories, and packaging and labelling of cannabis and cannabis accessories are not visible from outside the store. Should Council direct staff to continue working with the applicant to prepare a suitable plan of development for the proposed government cannabis store, further details on the proposed storefront façade glazing, treatment and display design will be provided in a future report.

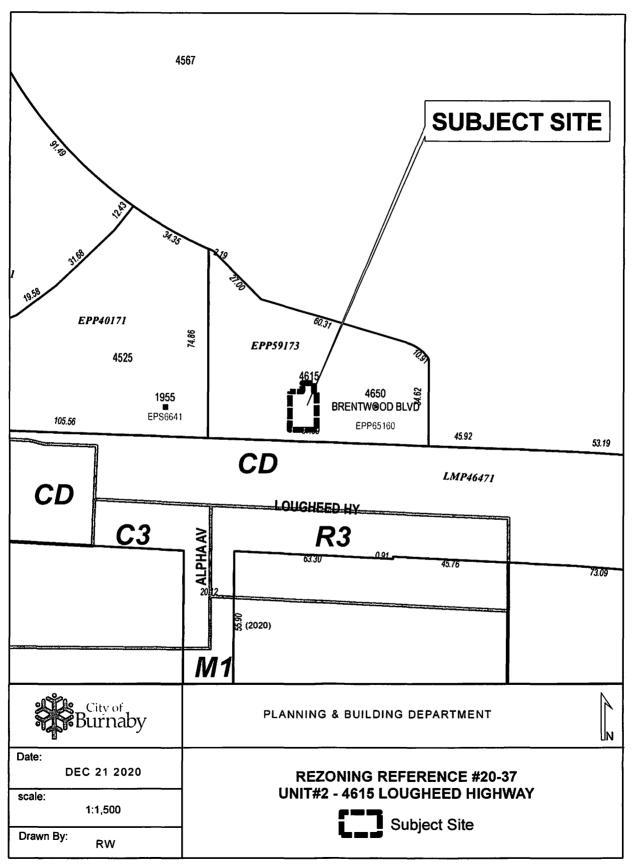
- 5.4 Appearing elsewhere on tonight's agenda is a rezoning report for a government cannabis store proposed to be located in the Marine Way Market development within the Big Bend Development Plan area (Rezoning Reference #20-38). Together with the subject application, these applications represent the third and fourth rezoning applications for government cannabis stores that Council has received for consideration.
- 5.5 The Director Engineering will be requested to provide an estimate for all necessary site servicing.
- 5.6 The owner will be required to enter into a Section 219 Covenant to establish operating hours, as well as any other required covenants.
- 5.7 A complete outline of all proposed prerequisite conditions to the rezoning will be included in a future report to Council.

6.0 **RECOMMENDATION**

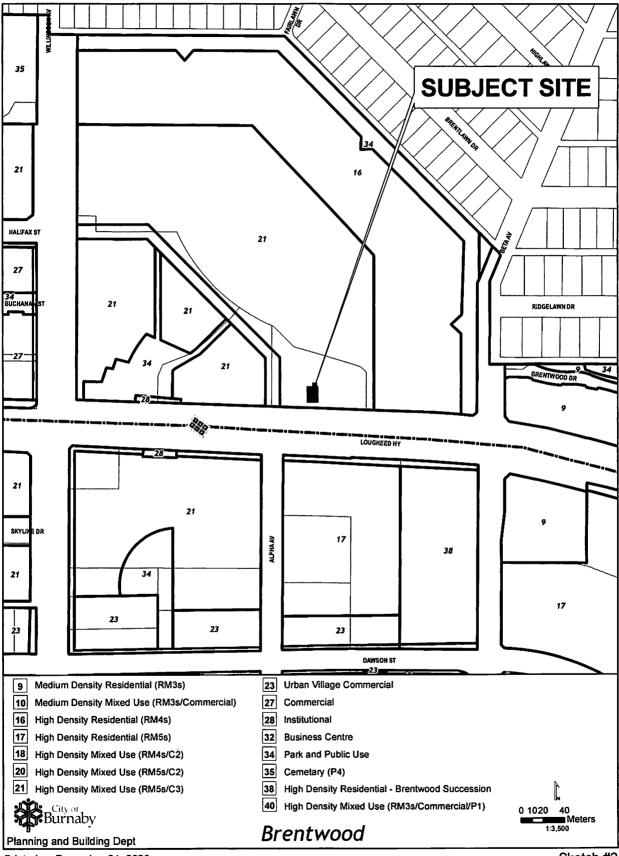
THAT the Planning and Building Department be authorized to continue to work with the applicant towards the preparation of a suitable plan of development for presentation to a Public Hearing on the understanding that a more detailed report will be submitted at a later date.

Attachments cc: City Solicitor City Clerk

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Sketch #1



Printed on December 21, 2020

Sketch #2

BC CANNABIS STORES



December 16th, 2020

Mr. Ed Kozak City of Burnaby 4949 Canada Way Burnaby, BC V5G 1M2

Dear Mr. Kozak:

Re: Non-medical cannabis retail store application

Please accept the Liquor Distribution Branch's (LDB) application to locate a **Government** operated non-medical cannabis retail store at **Brentwood Mall, located at Unit 2 - 4615** Lougheed Highway. The LDB has received support from the property owner to proceed with this application (application form, fees and supporting materials attached).

About the LDB

The LDB is one of two branches of government responsible for the beverage alcohol industry in BC. The *Liquor Distribution Act* gives the LDB the sole right to purchase and distribute beverage alcohol for the province. The LDB is also the public liquor retailer in the province's mixed public-private model, operating 197 retail outlets under the brand 'BC Liquor Stores.'

Under the <u>Cannabis Distribution Act</u>, the LDB is also the sole wholesale distributor of nonmedical cannabis in British Columbia and operates standalone, public retail stores and provides online sales. Since legalization, the LDB has opened BC Cannabis Store retail locations in twenty communities and we are actively working to roll out more stores across the Province to cater to the BC market.

Revenue generated through the LDB's wholesale and retail operations is remitted to the Provincial Government and contributes to supporting vital public services such as health care and education.

Committed to maintaining a level playing field between private and public retailers, the LDB ensures a fair and ethical supply and distribution of non-medical cannabis by applying a common set of rules for both:

- As the wholesaler of non-medical cannabis, it applies a 15% wholesale mark-up on the landed cost of cannabis distributed throughout the province to private and public BC Cannabis Stores
- Purchasing cannabis at a common wholesale price, both private and public retailers are required to pay the cost of shipping product from the LDB warehouse to their retail outlet. E-commerce customers currently pay a flat shipping fee of \$8 on each order purchased via www.bccannabiswholesale.com.

- All private and public retail stores are required to comply with the municipal, provincial and federal regulations that govern the purchase, sale, and distribution of non-medical cannabis
- For both private and public retail stores, the minimum retail price for selling non-medical cannabis is either the wholesale price they paid to the LDB or the current LDB wholesale price, whichever is lower.

Location of proposed BC Cannabis Store

The LDB is proposing to open a BC Cannabis Store at **Brentwood Mall** for a number of reasons, including that the site is:

- Located in an existing retail centre with strong anchor tenants;
- Easily accessible to customers with ample parking;
- Not expected to adversely impact traffic in the surrounding area, given its location in an already established complex, and;
- Located outside any sensitive use buffers established under the current City Policy.

The size of the proposed non-medical cannabis retail store is approximately 4,107 square feet of which we envision two thirds being dedicated to retail, with the remainder being utilized for office and administrative space for store staff.

Our commitment to community engagement and social responsibility

The LDB works closely with the Liquor and Cannabis Regulation Branch (LCRB), the Ministry of Public Safety and Solicitor General, and the Ministry of Attorney General to encourage the safe and responsible consumption of alcohol and non-medical cannabis in BC.

We are committed to working in partnership with local governments to ensure a smooth introduction of non-medical cannabis to the retail market in BC communities. While government-operated BC Cannabis Stores do not require a licence from the LCRB^[1], we are committed to following all municipal zoning processes and meeting all bylaw requirements, as well as working with local law enforcement agencies to maintain public safety.

Social responsibility is integral to the LDB and has been part of our corporate culture for decades. BC Liquor Stores have a well-established history of both undertaking initiatives encouraging the responsible use of our products and fundraising campaigns to give back to the local community.

Since 2010, we have raised nearly one hundred thousand dollars from staff and customers at our Burnaby BC Liquor Stores locations, with most of the funds being allocated to programs within the District.

Our current BC *Liquor* Stores social responsibility programs will serve as examples as we move forward on developing our BC *Cannabis* Stores social responsibility endeavours. Our current efforts in the cannabis field include:

^[1] As a branch of the Ministry of Attorney General, the LDB does not require a formal ficense from the LCRB to operate a retail cannabis store - written confirmation from the LCRB is attached.

- Delivering products that meet strict safety and quality requirements. All cannabis products purchased through the LDB's wholesale channel and sold through BC Cannabis Stores are purchased from federally licensed producers.
- Promoting the safe and responsible use of non-medical cannabis through social responsibility campaigns aimed at keeping cannabis out of the hands of minors, preventing driving under the influence, and informing the public about potential associated health risks of consuming cannabis.
- Actively discouraging customers from engaging in high-risk behavior such as driving under the influence, consuming cannabis during pregnancy and participating in sporting activities while under the influence of cannabis;
- Increasing awareness of the dangers associated with over-consumption or risky behavior through various <u>in-store campaigns</u> with strategically placed messaging, and;
- Incorporating environmental sustainability into all facets of our business with a goal of reducing our environmental footprint and being a leader in sustainable retailing.

Keeping cannabis out of the hands of minors.

Unlike liquor stores, minors will not be permitted inside BC Cannabis Stores, even if they are accompanied by a parent or guardian. Our ID-check policy at store entranceways prevents minors from entering our stores. All our staff receive comprehensive training in verifying ID, and will request age verification from all customers appearing under the age of 30.

Odour Mitigation

Product must be packaged and sold in accordance with Health Canada's packaging requirements, in a child-proof container. Since the product is prepackaged at the point of cultivation, there is little-to-no noticeable odor emitted from the store.

There will also be a ventilation and filtration system in order to reduce or eliminate odors. In the event that neighbouring tenants or customers have any concerns in this regard, the LDB will respond to these requests immediately. To date we have received no complaints regarding odours from any of our four stores currently in operation

Cannabis store operations

All BC Cannabis Stores employ unionized staff. This particular location will have approximately 12 employees, including a Store Manager, at least one Assistant Store Manager, and staff comprised of full and part-time Cannabis Consultants. Wages start at \$21.00 per hour with benefits and pension eligibility as Provincial employees. All prospective employees must undertake an Enhanced Security Screening (ESS) as mandated by Provincial law.

Store hours vary but locations are typically open from 10am to 9pm Monday to Saturday and 11am to 7pm on Sundays.

Our neighbourhood strategy includes:

• *Keep It Safe*, a mandatory full-day training program, for all staff. This program covers best practices for dealing with intoxicated customers, suspicious activities, and instances of violence, theft or nuisance. Additional topics covered include understanding cannabis related laws and strategies for maintaining a safe environment for employees and customers.

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- Implementation of procedures on how to deal with unruly customers, store safety, loitering, and consumption outside the premises. Procedures are in place to ensure there are at least two employees in the store at all times and that stores are alarmed and locked outside business hours. For events that occur outside of the store, staff are trained to contact mall security, if applicable, or to call 911.
- Training staff on how to verify a customer's age and to identify signs of fraudulent I.D.
- Transporting expired or defective product off-premises for destruction. There will be no disposal of cannabis at any store, further reducing the risk that cannabis will fall into the hands of minors or the illicit market

Security

Customer, employee, and community safety is paramount. The LDB brings over 40 years of experience working with local government, enforcement agencies, and security experts in establishing and operating secure retail stores in BC, and nearly 100 years of retailing regulated products. The LDB utilizes Crime Prevention through Environmental Design (CPTED) principles when designing our retail stores.

BC Cannabis Stores are supported by the LDB's Corporate Loss Prevention department and privately contracted security personnel are available to work in conjunction with store staff to ensure security practices and protocols are followed.

All BC Cannabis Stores have:

- Centrally-monitored province-wide intruder and fire monitoring systems;
- Interior and exterior camera surveillance;
- Locked and tempered glass display cases for cannabis accessories;
- A secure storage room for product storage;
- Durable and reliable commercial-grade doors and locks;
- Security shutters and smash-resistant windows.

Further details regarding BC Cannabis Stores and the LDB's social responsibility efforts are included in the attached presentation. If you require additional materials or have any questions we would be very happy to provide it. We thank you in advance for your consideration of our application.

Sincerely,

Ryan McKeown, Senior Business Analyst BC Liquor Distribution Branch