From: Cannabis (HC/SC) <cannabis@hc-sc.gc.ca>
Sent: February 9, 2022 10:48 AM
To: Deena Hunt <Deena.Hunt@brock.ca>
Subject: Health Canada's response to your enquiry: 21-002185-704

To Deena Hunt:

I am writing in response to your correspondence of March 2, 2021, to the Honourable Patty Hajdu, former Minister of Health, concerning the Township of Brock's resolution regarding cannabis production sites. I have been asked to reply to you directly. I apologize for the delay in responding.

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Thank you for sharing the Township of Brock's concerns. I would like to take this opportunity to provide you with some information that may be helpful.

The <u>Cannabis Act</u> and the <u>Cannabis Regulations</u> create a strict framework for controlling the production, distribution, sale, and possession of cannabis in Canada.

The attached fact sheet provides some general information about the different forms of cannabis production and may be helpful in understanding the existing legal regime for cannabis production in Canada.

It is important to note that there are differences between the regulatory requirements for the different types of cannabis production authorized by the *Cannabis Act* and its regulations. For example, commercial cannabis licence applicants (cultivation, processing or sale for medical purposes) must provide a written notice to local authorities – including local government, law enforcement and fire authorities – prior to applying to Health Canada. The notification provision is designed to alert local authorities to the intentions of the applicant, and give them time to apply local by-laws, fire codes, zoning restrictions, and other rules.

Regarding the personal or designated production of cannabis for medical purposes, a similar requirement to notify local government is not required, as this would force a registrant to disclose personal medical information. Similarly, for privacy reasons, Health Canada cannot share information on individuals who access cannabis for medical purposes with municipalities. However, the Department has the authority to disclose this information to law enforcement agencies upon request and in the course of an active investigation. For this reason, Health Canada actively supports law enforcement representatives by providing a dedicated service 24 hours a day and seven days a week to provide this information to assist investigations.

All persons authorized to produce cannabis for medical purposes are only authorized to produce and possess cannabis for their own medical purposes (or for the individual that they are designated to produce for) and <u>it is illegal for them to distribute or</u> <u>sell cannabis to anyone else</u>. The distribution and sale of illegal cannabis is illegal under the Cannabis Act and subject to law enforcement.

As noted in the fact sheet, Health Canada has made it easier for individuals to report a complaint about cannabis, including concerns with cannabis production sites. For future reference, individuals are encouraged to use the <u>Cannabis Reporting Form</u> available on the Department's website to report concerns, which also helps us review and address concerns in a timely manner.

Municipalities, provinces and territories that gather information regarding individuals or businesses that are operating outside the <u>Cannabis Act</u> and its regulations are encouraged to submit this information through the cannabis reporting form. All information provided to Health Canada is reviewed and can assist in the decision process for granting or denying a registration or licence as well as in compliance and enforcement actions for registered/licensed locations.

Health Canada's Role

As you may be aware, successive court decisions have established the right of individuals to have reasonable access to cannabis for medical purposes and have emphasized repeatedly that the government may only restrict an individual's access when such action is justified and consistent with the objective of protecting public health and safety. In response to these court decisions, a legal framework was established under the *Cannabis Regulations*, which Health Canada administers. It allows individuals with a signed medical document from their health care practitioner to access or grow a limited amount of cannabis for medical purposes.

Health Canada takes all complaints seriously and the Department is prepared to act on any evidence received that individuals who are registered to grow a limited amount of cannabis for medical purposes are not respecting the terms and conditions of their registration or the regulatory requirements. If warranted, after further investigation, Health Canada would take appropriate action to correct any potential non-compliance with the *Cannabis Regulations*.

The Department uses the powers under the *Cannabis Regulations* – where there is sufficient evidence – to refuse or revoke a registration where public health or public safety issues exist, including the risk of cannabis being diverted to an illicit market. Evidence shared with Health Canada by law enforcement as a result of charges laid following a law enforcement investigation may be helpful. From the coming-into-force of the *Cannabis Act*, in October 2018, up until December 2021, Health Canada has refused to issue a registration 416 times and has revoked 148 registrations.

As in any regulatory framework, there will be instances where individuals choose to operate outside of the law. Anyone who suspects activity that may violate a law or a by-law, including the *Cannabis Act* and *Criminal Code*, should immediately contact their local law, or municipal by-law, enforcement authority. As noted above, Health Canada actively supports law enforcement representatives by providing a dedicated service 24 hours a day and seven days a week to confirm, when necessary, that specific individuals are authorized to possess or produce a limited amount of cannabis for medical purposes and by providing information, where appropriate to law enforcement and other authorities to assist with active investigations.

In addition to actions outlined above, Health Canada continues to take additional actions to strengthen its oversight and reduce the risk of abuse, using authorities under the *Cannabis Regulations*, by:

- conducting additional verifications when warranted (e.g., contacting the health care practitioner to confirm the validity of the medical document and to confirm the daily dosage amount; the verification of applications with multi-unit alternate production sites (i.e., not a primary residence);
- refusing or revoking a registration, if it is determined that an applicant has submitted false or misleading information as part of their application, such as a forged medical document;
- proactively sharing information on Health Canada's <u>website</u> and with provincial and territorial medical licensing bodies (e.g., College of Physicians and Surgeons of Ontario, Collège des médecins du Québec) about the authorizing practices of health care practitioners in their jurisdiction, to inform any action they decide to take, such as investigations;
- enhancing engagements and collaboration with important stakeholders, such as law enforcement and municipalities on the overall medical access regime;
- verifying that there are no more than four registrations at any given production site – the maximum allowed in the regulations – to reduce the risk of large-scale

production sites; and,

 conducting inspections of personal registration sites to further verify compliance with the regulations.

Provincial, territorial and municipal roles

It is important to note that different levels of government and law enforcement have roles in maintaining public safety with respect to cannabis. It is the responsibility of municipalities to enforce their by-laws with respect to cannabis production, and law enforcement has the authority to take action against illegal cannabis activity under the *Cannabis Act* and against those who operate outside of the legal framework.

Health Canada encourages all provinces, territories, and municipalities to use the tools at their disposal to confirm that individuals meet all standards and by-laws. This includes implementing any limitations on zoning, location and nuisances such as noise and lighting that they feel are appropriate in their jurisdictions. Municipalities could require building permits and inspections of electrical work at personal production sites. Please note that it is outside of Health Canada's jurisdiction to enforce provincial or municipal legislation.

Thank you for writing. I hope that my comments are helpful in addressing your concerns.

Should you have any further questions, you may contact the Controlled Substances and Cannabis Branch directly at <u>cannabis@hc-sc.gc.ca</u>, or toll-free at 1-866-337-7705.

Joanne Garrah Director General Licensing and Medical Access Directorate Controlled Substances and Cannabis Branch Health Canada

COMMERCIAL AND PERSONAL PRODUCTION OF CANNABIS

The *Cannabis Act* and its regulations control the production, distribution, sale, and possession of cannabis in Canada. The following forms of cannabis production are authorized under the Act:

- Commercial cannabis production, which includes a federal licence to cultivate, process and sell cannabis to either the provincial and territorial retail markets, or directly to individuals authorized by their health care practitioner to use cannabis for medical purposes
- Individuals who are authorized to use cannabis for medical purposes by their health care practitioner can register with Health Canada to produce (or have someone produce on their behalf) a limited amount of cannabis for their own medical purposes
- Adults who are 18 years or older can grow up to 4 cannabis plants per residence for personal use from plants and seeds obtained from legal sources

Please see below for information on the first two types of production.

Commercial Cannabis Production

Health Canada issues licences to allow the commercial cultivation, processing and sale of cannabis.

There are stringent controls on the commercial production and sale of cannabis. Before a licence is issued, an application is subject to a rigorous review process, including an assessment of:

- The physical security measures at the site;
- How the applicant will keep records of their activities with cannabis, such as records for tracking sales, product returns and product inventory;
- The processes that will be used for the building and the equipment to help ensure that cannabis meets <u>quality standards</u> appropriate to its intended use; and
- The security profile of key personnel.

Before submitting an application to Health Canada, an applicant must provide written notice to the local authorities (local government, fire authority and police). This notification alerts local authorities to the intentions of the applicant and provides municipalities with the opportunity to verify compliance with local by-laws, fire codes, and other rules.





The notices must include the following:

- Date each notice was sent or provided;
- Name, title and address of senior official;
- Name of applicant;
- Expected date on which the applicant will submit application to Health Canada;
- The class and subclass of the licence being sought;
- The cannabis related activities that are expected to be conducted; and
- The site address.

In order for Health Canada to review a licence application, the Department requires evidence from the applicant that their site includes a fully built facility that meets the regulatory requirements.

Prior to obtaining a licence under the *Cannabis Act*, applicants intending to cultivate cannabis indoors must also demonstrate to Health Canada that they have an air filtration system to prevent the escape of odours.

Once the licence is issued, Health Canada has a range of compliance and enforcement tools to verify compliance with the *Cannabis Regulations*, including regular inspections. These inspections are conducted to ensure that cannabis is produced, sold, and distributed in accordance with the *Cannabis Regulations*.

A licence holder also has an obligation to comply with all applicable provincial/territorial and municipal laws. It is outside of Health Canada's jurisdiction to enforce provincial or municipal legislation. If there are concerns that a licence holder is in contravention of provincial or municipal legislation, then the appropriate level of government should be contacted.

A list of federally licensed production facilities is available on the <u>Licensed cultivators</u>, processors and sellers of cannabis under the *Cannabis Act* page of Health Canada's website.

Cannabis for Medical Purposes

Successive court decisions established the right of individuals to have reasonable access to cannabis for medical purposes.

In response to these court decisions, a legal framework was established that gives Canadians three ways to access cannabis for medical purposes, with the authorization of their health care practitioner:

- 1. purchase quality-controlled cannabis from a wide variety of federally licensed sellers inspected by Health Canada;
- 2. produce a limited amount of cannabis for their own medical purposes; or
- 3. designate someone to produce it for them.

Individuals who use cannabis for medical purposes can also purchase the same cannabis products without an authorization from provincial and territorial cannabis retailers.

Differences between medical and non-medical cannabis

There is no difference between cannabis products that can be purchased for medical or nonmedical purposes. All legal cannabis products are produced by federally licensed cannabis processors. The difference between the two lies in how they can be obtained.

While non-medical customers can only purchase cannabis through provincially or territorially authorized retailers (including online stores), individuals with the authorization of their health care practitioner can also register with holders of a sales for medical purposes licence to purchase products directly and have them delivered by mail or courier.

Cannabis products available produced by federally licensed cannabis processors or sold for medical purposes have not been subject to a comprehensive review of safety, efficacy or quality and are not approved therapeutic substances.

To obtain authorization to market drugs with health claims in Canada, drug manufacturers must submit evidence, which includes information on the effectiveness, dosage, route of administration contraindications, side effects, and quality of a drug. If Health Canada concludes that the overall benefits of the drug outweigh its risks, the product will be authorized for sale in Canada and a Drug Identification Number (DIN) will be assigned and subsequently be authorized for sale as an approved therapeutic substance.

Authorization from a Healthcare Practitioner

Individuals must first obtain written authorization from their health care practitioner to apply to Health Canada to produce a limited amount of cannabis for their medical purpose. Health Canada does not play a role in determining whether cannabis is appropriate for a patient. A health care practitioner will make this decision through a discussion with their patient and will indicate the daily amount. The number of plants that an individual is permitted to grow is based on a formula that takes into account both the individual's daily dose and the average yield of a plant under certain growing conditions.

The regulation of health care practitioners and the practice of medicine is the responsibility of provinces and territories, professional colleges or law enforcement, as applicable. Any questions about the conduct of health care practitioners, including nurse practitioners, should be addressed to provincial or territorial professional colleges, which regulate the practice of medicine and nursing.

A number of the provincial and territorial regulatory bodies have developed guidance for their members on authorizing cannabis for medical purposes. In addition, the College of Family

Physicians of Canada (CFPC) has published a guide entitled <u>Authorizing Dried Cannabis (Medical</u> <u>Marijuana) for Chronic Pain or Anxiety: Preliminary Guidance</u>.

Health Canada has published a document entitled <u>Information for Health Care Professionals:</u> <u>Cannabis (marihuana, marijuana) and the cannabinoids</u> to help patients and health care practitioners make informed decisions about the benefits and risks of using cannabis for medical purposes, including information on dosage amounts.

Cannabis research is fundamental to understanding the health and safety effects of cannabis use. The Government of Canada and the Canadian Institutes of Health Research are investing in this research, and the results are being shared with national and provincial medical regulatory authorities to help support health care practitioners in their decision-making with respect to cannabis for medical purposes.

Personal and designated production of cannabis for medical purposes

Health Canada reviews all applications to ensure that the regulatory requirements are met, before a registration certificate is issued. The information in an application includes:

- an original medical document which indicates the daily amount of cannabis authorized by a health care practitioner;
- the patient's name and date of birth;
- the residential, production and storage site addresses;
- an indication as to whether the cannabis production will take place indoors or outdoors (i.e., in the case of outdoor production, the proposed site must not be adjacent to a school, playground, daycare or other public space frequented mainly be persons under the age of 18);
- signed declarations that the individual (and, if applicable, the designated producer) will take all necessary measures to ensure the security of cannabis;
- property owner's consent, if production takes place at location other than the individual's ordinary place of residence; and
- confirmation that they have not been convicted of certain relevant offences in the last 10 years.

If these regulatory requirements are not met, Health Canada must refuse to issue a registration. Health Canada may also refuse to issue a registration where the registration is likely to create a risk to public health or public safety.

The number of plants any person may be authorized to grow for their own medical purposes is determined by a formula that takes into account both the daily amount (i.e. dose) of cannabis authorized by the health care practitioner, and the average yield of a plant under normal growing conditions. No person is permitted to grow in excess of the number of plants specified by Health Canada on their registration document.

It is important to note that:

- A registration certificate is valid for a maximum of one year.
- All persons authorized to produce a limited amount of cannabis for medical purposes must abide by the law and operate at all times within the limits set out in their registration.
- Individuals are only authorized to produce and possess cannabis for their own medical purposes (or for the individual they are designated to produce for), and it is illegal for them to sell the cannabis they have produced to anyone else.
- Individuals who do not comply with their registration requirements—or any other relevant legislation—may be subject to compliance and enforcement measures, including referral to law enforcement.
- Individuals are required to comply with all relevant provincial/territorial and municipal laws, including local by-laws about zoning, electrical and fire safety, as well as all related inspection and remediation requirements.

Health Canada has published recommended safety and security considerations for individuals who are producing cannabis for their own medical purposes. The <u>Information bulletin: safety and</u> <u>security considerations when producing cannabis for your own medical purposes</u> includes information related to production, storage and disposal of cannabis to reduce the risks to health and safety.

Provincial/territorial and local laws and other requirements

Health Canada encourages all provinces/territories and municipalities to use the tools at their disposal to ensure that individuals meet all standards and bylaws, including local by-laws about zoning, noise, and odour. Municipalities could, for example, require building permits and inspections of electrical work in production sites.

Municipalities may also want to refer to the <u>Municipal Guide to Cannabis Legalization</u> developed by the Federation of Canadian Municipalities, which provides guidance in areas such as odour and other nuisances.

Complaints Related to Cannabis

Complaints or concerns regarding a cannabis site, product, service, accessory, promotion, or other aspects of laws and regulations can be reported to Health Canada using the on-line <u>Cannabis Reporting Form</u>.

When Health Canada receives a complaint regarding an individual registered to grow cannabis for medical purposes, it reviews the complaint to determine if there have been breaches of regulatory requirements.

If non-compliance with the regulations is found, Health Canada has a range of enforcement tools at its disposal, from sending a compliance letter with a reminder of their legal obligations up to and including sending them a notice of intent to cancel their registration.

Illegal Activities with Cannabis

As in any regulatory framework, there will be instances where individuals choose to operate outside of the law. If you suspect that an individual is violating a law, including the *Cannabis Act* and the *Criminal Code*, you should contact your local law or municipal by-law enforcement authority. In the context of an investigation, law enforcement has the ability to enter residences and any production sites. Registered and designated persons should be prepared to show a copy of their Health Canada issued documentation to law enforcement, if requested.

Health Canada supports law enforcement representatives by providing a dedicated service 24 hours a day and seven days a week to confirm the amount of cannabis that specific individuals under investigation are authorized to possess or produce for medical purposes.

In addition, if Health Canada confirms that there is not a registration for personal or designated production at an address provided to the Department, Health Canada will share this information with local law enforcement.



The Corporation of The Township of Brock 1 Cameron St. E., P.O. Box 10 Cannington, ON LOE 1E0 705-432-2355

March 2, 2021

The Honourable Patty Hajdu Minister of Health Canada Via email: Patty.Hajdu@parl.gc.ca Health Canada Ottawa, Ontario via email: hcinfo.infosc@canada.ca

Dear Honourable Madam:

Re: Cannabis Licencing and Enforcement

Please be advised that the Council of the Township of Brock, at their meeting held on February 22, 2021 adopted the following resolution:

Resolution Number 22-2

MOVED by Michael Jubb and SECONDED by Cria Pettingill

WHEREAS the Government of Canada introduced Bill C-45 (the Cannabis Act) to create the foundation for a comprehensive national framework to provide restricted access to regulated cannabis, and to control its production, distribution, sale, importation, exportation, and possession;

WHEREAS the police have not been given lawful authority to lay charges under the Cannabis Act to appropriately respond to violations of Health Canada Registrations and Licenses;

WHEREAS there is no direct communication or dedicated effort to provide a communication channel between Municipal government staff or Police Agencies for dealing with Health Canada Registrations and Licenses;

WHEREAS the Township of Brock has not been consulted by Health Canada prior to the issuance of licenses for properties not in compliance with municipal zoning by-laws;the future;

BE IT RESOLVED THAT the Township of Brock requests that Health Canada:

- 1. Require Federal Licenses and Registrations for Designated Growers to conform with local zoning and control by-laws;
- 2. Ensure local authorities are provided with notification of any licence issuance, amendment, suspension, reinstatement or revocation within their region;

If this information is required in an accessible format, please contact the Township at 705-432-2355.

TownshipOfBrock.ca

- 3. Provide dedicated communication with local governments and Police services;
- 4. Provide lawful authority to Police agencies to lay charges when registered or licences operations grow in excess of their registration or licence through Health Canada; and,
- 5. Provide enforcement support and guidance to local municipalities for dealing with land use complaints relating to Cannabis.

AND FURTHER BE IT RESOLVED THAT the Township of Brock will forward this motion by email to the following partners: All municipalities in Ontario; the MP and MPP of Haliburton–Kawartha Lakes–Brock; the Minister of Agriculture, Food and Rural Affairs; the Minister of Agriculture and Agri-Food; and the Durham Region Police Services with the request that the Federal government enact legislation to better support local governments with land use management and enforcement issues as they relate to Cannabis Production and Processing.

MOTION CARRIED

Thank you for your consideration. Should you have any questions please do not hesitate to contact the undersigned.

Yours truly,

THE TOWNSHIP OF BROCK

Secky Jamieson

Becky Jamieson Municipal Clerk

BJ:dh

cc. The Honourable Christine Elliott, Minister of Health, Ontario – christine.elliott@ontario.ca The Honourable Laurie Scott, MPP, Haliburton-Kawartha Lakes-Brock laurie.scottco@pc.ola.org Jamie Schmale, MP, Haliburton-Kawartha Lakes-Brock - Jamie.schmale@parl.gc.ca The Honourable Ernie Hardeman, Minister of Agriculture, Food and Rural Affairs – minister.omafra@ontario.ca The Honourable Marie-Claude Bibeau, Minister of Agriculture and Agri-Food - Marie-Claude.Bibeau@parl.gc.ca Inspector Ryan Connolly, DRPS - northdivision@drps.ca Ontario municipalities