An Ounce of Prevention

Report of the Waterloo Region Crime Prevention Council’s Working Group on Cannabis Legalization-Regulation

October 2018

www.preventingcrime.ca
Summary

The purpose of this report is to provide an overview of cannabis legalization-regulation and highlight the need for investment in upstream prevention opportunities in Waterloo region. While Bill C-45 is expected to reduce most policy-related harms of cannabis use, the Act is not intended to address the prevention of cannabis use amongst children and youth nor are new resources being allocated to upstream prevention initiatives.

Bill C-45 (“An Act respecting cannabis and to amend the Controlled Drugs and Substances Act, the Criminal Code, and other Acts”) provides a legal and regulated framework for the production, distribution and sale of cannabis for recreational use. Bill C-45 (The Act) seeks “to prevent young persons from accessing cannabis, to protect public health and public safety” while reducing the burden on the criminal justice system.

The Act is expected to reduce many of the policy-related harms that are typically incurred from policies of drug prohibition. The Act is not intended to address issues of preventing and/or delaying the onset of cannabis use among youth – a recommendation within the Government of Canada’s Final Report of the Task Force on Cannabis Legalization and Regulation. The Act addresses supply-side issues rather than the demand for cannabis.

Youth in Waterloo region high schools rank higher than their Ontario counterparts in the use of any substance. Youth in Ontario high schools use more cannabis than the majority of their European peers. Iceland’s rates of cannabis use are the lowest in Europe with consumption rates approximately 1/3 of Ontario’s high school students.

The Cannabis Working Group of the Waterloo Region Crime Prevention Council (WRCPC) has reviewed the Act and encourages an expanded investment in upstream prevention efforts that prevent and/or delay the onset of substance use among children and youth. The WRCPC and collaborating partners are seeking resources to support a transformational prevention project - WRCPC’s Waterloo Region Youth Engagement Strategy (WR YES) – that will yield significant benefits in health and socio-economic domains. However funding opportunities for upstream prevention efforts are extremely limited.
Background

The Waterloo Region Crime Prevention Council (WRCPC) facilitates efforts that support crime prevention through social and community development. The WRCPC has more than 2 decades of collaborative experiences that include the development and/or support of drug strategies, policies and programs across all orders of government and non-governmental organizations.

In Canada, cannabis was prohibited in 1923 under the Narcotics Drug Act Amendment Billvi. Fifty years later in 1973, the federal government’s Le Dain Commissionviii recommended repealing the prohibition. Shifting the production, distribution and consumption of cannabis toward a framework that is rooted in a public health approach rather than unregulated supply models is consistent with the regulatory approach encouraged by the Canadian Public Health Associationviii,ix,x, the Canadian Drug Policy Coalitionxi, the B.C. Health Officers Councilxii, the Centre for Addiction and Mental Healthxiii, and the Canadian Mental Health Associationxiv, among others.

In early 2016, then Federal Minister of Health Jane Philpott advised provinces and municipalities to prepare for the legalization and regulation of cannabis. By June, a federal task force had been assembled and their final report was submitted in November. The federal government subsequently crafted two related bills: Bill C-45 and Bill C-46, which were passed by the House of Commons and the Senate of Canada, receiving Royal Assent on June 21, 2018.

In 2017 the Waterloo Region Crime Prevention Council struck an ad hoc working group of members with an interest in reviewing Bill C-45 “An Act respecting cannabis and to amend the Controlled Drugs and Substances Act, the Criminal Code and other Acts” (the Act).

The WRCPC Cannabis Working Group has reviewed the Act, drawn on the available evidence and considered a plethora of potential changes provoked by the Act. The committee is pleased to share key findings.
The Paradox of Prohibition

The graphic below, adapted from John Marks (1994)\textsuperscript{xv} and the Canadian Drug Policy Coalition\textsuperscript{xvi} illustrates the relationships between regulatory policy choices and the consequent harms and/or benefits. In North America, the health and social harms of different regulatory models were illustrated by the prohibition and subsequent repeal of alcohol. More recently, legal prescription opioids flooded North America, stimulating demand and new profit opportunities in the unregulated market - and creating the conditions for today’s fentanyl-related poisoning crisis. Cannabis regulation aims to achieve public health and safety objectives by eliminating the harms of the illegal and unregulated cannabis marketplace.

The Paradox of Prohibition
In the committee’s view, the Act:

- Reduces the policy-related harms of cannabis prohibition
- Establishes and enforces quality control standards where none currently exist
- Provides a legal platform to discuss the risks and benefits of cannabis consumption
- Expands research opportunities

Overview of the cannabis marketplace

There are three supply markets for cannabis that will exist after October 17, 2018:

- The regulated medical cannabis market
- The regulated adult recreational cannabis market
- The unregulated cannabis market

The primary intention of the Act is to displace the unregulated recreational cannabis market. Notwithstanding challenges within the medical cannabis market for patients and potential patients, the ad hoc committee did not review these aspects, which are well documented elsewhere.

The regulated recreational cannabis market

Canada is the second country in the world to legalize and regulate cannabis for adult recreational use after Uruguay. The Task Force on Cannabis Legalization and Regulation\textsuperscript{iii} (the Task Force) recommended a conservative approach based on the early U.S. state experience. The Act and the associated regulations are an intentionally cautious approach to the regulation of cannabis for adult recreational use.

The Act aims to achieve public health objectives by seeking a balance between the harms of prohibition and the harms of legal profit with no/few restrictions. Regulations and policies at other orders of government will have substantial influence. Issues of distribution chains including the number of retail storefronts, pricing, taxation and product quality are key influencing variables.

Legal online sales across Canada begin on October 17, 2018 and Ontario’s retail storefront outlets will begin launching by April 1, 2019\textsuperscript{xvii}. The Government of Ontario is expected to introduce legislation that will set the parameters of Ontario’s regulatory regime governing the sale of cannabis to the adult recreational market\textsuperscript{xviii}.

Cannabis in other formulations such as edibles (e.g. foods, drinks, capsules) and concentrates (e.g. shatter, hashish, distillates etc.) will be considered for regulation by the federal government in 2019. Concentrated and edible forms of cannabis have been linked to a 3-fold rise in emergency room visits in Ontario (449 in 2013-14 to nearly 1,500 in 2017-18)\textsuperscript{xx} with Durham Region Health Department reporting that half of the
local visits occurred among people aged 20-34 years of age. Until that time, the production, distribution and consumption of edible and concentrated forms of cannabis will remain available only through the illegal, unregulated market.

The Unregulated Cannabis Market

It is unknown how much of the existing unregulated market will shift to the regulated market in the first few years of legalization. The replacement of the Ontario Cannabis Store by private retailers is expected to expand the retail storefront cannabis locations and offer greater potential for displacing the unregulated market. Paradoxically, while increasing access to regulated cannabis is expected to reduce policy-related harms, there is strong evidence that expanded access to regulated substances such as alcohol and prescription opioids has increased population-level harms.

It is likely that the unregulated and illegal market for cannabis products will continue for several years. The criminal sanctions of accessing unregulated markets typically affect certain populations disproportionately; primarily persons of colour and, due to pricing and distribution structures, lower income individuals. In Canada, indigenous and black persons, despite similar consumption rates as white persons, are significantly more likely to be arrested and charged with a cannabis possession offense. In August the Government of Canada announced a tracking system to monitor for legal cannabis flowing into the unregulated market, and illegal cannabis being sold through the regulated market.

A major challenge lies in displacing the unregulated market while simultaneously achieving other health and socio-economic objectives. Managing demand via upstream prevention initiatives are compelling opportunities not addressed by The Act or the deployment of dedicated resources.

Upstream Prevention in Waterloo Region

The intent of Bill C-45 is not to prevent or delay cannabis use, however, the Federal Task Force wrote of the importance of investing in prevention (demand management):

Advice to Ministers (page 4)

The Task Force recommends that:

- In the period leading up to legalization, and thereafter on an ongoing basis, governments invest effort and resources in developing, implementing and evaluating broad, holistic prevention strategies to address the underlying risk factors and determinants of problematic cannabis use, such as mental illness and social marginalization
Governments commit to using revenue from cannabis regulation as a source of funding for prevention, education and treatment

Preventing and/or delaying the onset of substance use among children and youth are key objectives within the Federal Government’s Canadian Drugs and Substances Strategy. Ontario’s Public Health Standards “provide direction to boards of health on required approaches and interventions” to guide prevention efforts at the local level. Among Ontario’s community-based drug strategies, prevention remains a key pillar. Locally, both the Waterloo Region Integrated Drugs Strategy and the Special Committee on Opioid Response recommend prevention initiatives alongside downstream interventions in harm reduction, treatment and enforcement and justice.

Health Canada is providing $108,000,000 over 6 years for awareness, education and surveillance activities. Awareness and education activities are distinct from sustained upstream prevention efforts but are frequently confused as being one and the same. At their core, upstream prevention efforts provide attractive alternatives to engaging in substance use, including the early identification and mitigation of determinants that drive problematic substance use amongst children and youth - the structural barriers that influence the social environment and other determinants of health as well as individualized risk factors such as childhood trauma, mental health etc.
Opportunities in Upstream Prevention
Youth in high schools within the Waterloo Wellington Local Health Integration Network area rank higher than their Ontario counterparts in the use of almost any substance. Ontario’s rates of substance use are comparatively higher than those in almost all European nations. All European countries show higher rates of substance use than Iceland.

**Comparison of Substance Use Among Youth in Grades 9-12**

Cannabis use by high school students in Ontario is approximately three times higher that of their peers in Iceland. The graph below compares cannabis consumption amongst youth 15 years of age using data from the Centre for Addiction and Mental Health (CAMH) and Iceland. While the downward trend in Ontario is positive, the rate of consumption remains concerning given the developmental impacts of cannabis consumption for children and youth.

![Graph showing cannabis consumption among Grade 10 youth in Ontario and Iceland](image)

Bold upstream prevention efforts address the demand for substances. Ample evidence demonstrates this need: persistent and comparatively high rates of substance use; the impending legalization of cannabis on October; seventeen consecutive years of record-setting opioid-related deaths in Ontario; and, since WRCPC’s Fentanyl Advisory in 2013 and again in 2016, toxic contamination in the unregulated drug markets that in 2017 lead to a 45% rise in opioid-related fatalities provincially and a 123% rise within Waterloo region compared to the previous year.

Opioid-related overdoses are now the leading cause of death for Canadians aged 30-39 years. By contrast, fatalities due to motor vehicle collisions, historically a leading cause of death in Ontario, have been declining for decades. Sustained investment in prevention and harm reduction initiatives from all orders of government – including core funding and targets (e.g. Vision Zero) for reducing deaths and injuries - has led to Ontario being the second safest road jurisdiction in North America after Prince Edward Island. It is probable that investment in upstream prevention years ago would have...
dampened today’s significant drug-related burden of health and socio-economic harms – and the intense pressure on downstream services in harm reduction, treatment, justice and enforcement.

The Waterloo Region Youth Engagement Strategy

The emerging Waterloo Region Youth Engagement Strategy (WR YES) is an innovative, transformative upstream model that aims to achieve lower rates of substance use. A fully funded WR YES model will yield reductions in substance use among children and youth, in crime and victimization (including gun violence), social marginalization while producing improvements in educational fulfillment, employment, and civic participation alongside financial benefits in the public and private sectors.

The WRCPC and local partners aim to build on Iceland’s prevention approach and the success of other WRCPC initiatives such as inREACH by using a hybridized model suitable for neighbourhoods within the Waterloo region area. Efforts to solicit resources to support the development of WRCPC’s WR YES are underway; however, no granting opportunities for implementation are known to exist at the present time.

Source: Figure produced by the Waterloo Region Crime Prevention Council using data from the Office of the Chief Coroner of Ontario and the Ontario Ministry of Transportation
## Waterloo Region Youth Engagement Strategy Elements

<table>
<thead>
<tr>
<th><strong>Youth Reference Group</strong></th>
<th>Youth at risk will act as key partners throughout the development and implementation of the WR YES.</th>
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<tr>
<td><strong>Rapid Service Access</strong></td>
<td>Youth and families greatly benefitted from inREACH’s timely and easy access to community supports and services for themselves and their families in the areas of mental health, problematic substance use, criminal justice, and employment. The WR YES aims to revive this much-missed aspect of inREACH (2009-2013) by re-establishing a team of service-providers that deliver immediate assistance for youth who struggle and/or provide easy connections to partner services.</td>
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<td><strong>Research and Evaluation</strong></td>
<td>Evidence will guide the design and implementation of this upstream prevention strategy and progression of the strategy will be monitored and evaluated throughout to allow for timely adjustments. The WR YES will offer critical data for quality control, scale-up and guidance for other Canadian communities.</td>
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<td><strong>Recreation and Leisure</strong></td>
<td>Design and implement universal access to programs (guided by youth) in sports, arts and other leisure domains to increase engagement and provide compelling alternatives to harmful activities. Such efforts have been shown to provide a significant return on investments within a short time, have the potential to boost civic engagement, and decrease the impacts of social marginalization.</td>
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## Conclusion

The purpose of this report is to provide an overview of cannabis legalization-regulation and highlight the need for investment in upstream prevention opportunities in Waterloo region. While Bill C-45 is expected to reduce most policy-related harms of cannabis use, the Act is not intended to address the prevention of cannabis use amongst children and youth. The WRCPC’s emerging Waterloo Region Youth Engagement Strategy provides a vehicle for innovative upstream prevention that will yield results in many domains, including the use of cannabis and other substances. However, no new resources have been made available to support such upstream prevention efforts and thus sustained funding is the major challenge to development and implementation.
References


