

BC Farm Industry Review Board

FINAL TERMS OF REFERENCE

Vegetable Marketing Commission

Allegations of Bad Faith and Unlawful Activity

The BC Farm Industry Review Board ("BCFIRB") has ordered a supervisory review process, pursuant to s. 7.1 of the *Natural Products Marketing (BC) Act* (the "Act" or the "*NPMA*"), into allegations of bad faith and unlawful activity raised in court filings alleging misfeasance of public office by members and staff of the BC Vegetable Marketing Commission ("Commission"). The purpose of the supervisory review is for BCFIRB to determine whether these allegations can be substantiated and what resulting orders or directions may be required.

Given the gravity and potential implications of the allegations, the supervisory review will take the form of an oral hearing. BCFIRB recognizes the need to proceed with this matter expeditiously in order to ensure public confidence in the administration of the regulated vegetable industry in British Columbia.

As per BCFIRB's June 18, 2021 decision¹ the Final Terms of Reference for this supervisory review is as follows:

Contents

Web:

Scope and Focus	2
Participants and Counsel	
•	
Next Steps	4

Phone:

Email: firb@gov.bc.ca Info: 250 356-8945 P0
Website: www.gov.bc.ca/BCFarmIndustryReviewBoard Fax: 250 356-5131 Vi

Mail: PO Box 9129 Stn Prov Govt Victoria BC V8W 9B5

Office: 2975 Jutland Rd Victoria, BC V8T 5J9

¹ 2021 June 18. BCFIRB. In the Matter of the Natural Products Marketing (BC) Act and Allegations of Bad Faith and Unlawful Activity: Final Terms of Reference and Draft Rules of Practice and Procedure.

Scope and Focus

BCFIRB's supervisory review is directed by two objectives:

- ensuring effective self-governance of the Commission in the interest of sound marketing policy and the broader public interest; and,
- ensuring public confidence in the integrity of the regulation of the BC regulated vegetable sector.

The Supervisory Review will consider the following allegations, which form the terms of reference for the supervisory review:

- The Commission's exercise of powers to direct producers to agencies and the issuance of new agency licenses in a manner that is designed to further the selfinterest of members of the Commission, including:
 - a. Self-interested prevention of new agencies from entering the British Columbia market to further the Commission members' economic interests, by both failing to adjudicate agency licence applications, and preventing the granting of additional production allocation to growers thought to be aligned with applicants;
 - b. Collusion by members to "vote swap" on agency applications; and,
 - c. Self-interested direction of producers to agencies in which the Commission members have a financial or personal interest.
- 2. Commission members and staff exercising or failing to exercise statutory duties in bad faith, for improper purposes, and without procedural fairness due to a personal animosity toward at least one producer, specifically Prokam.

Participants and Counsel

The following counsel and individuals will be represented at the hearing. The panel retains its discretion to allow additional applications to participate if it determines that other individuals' or entities' interests are likely to be affected by the supervisory review.

Hearing Counsel
Nazeer T. Mitha, Q.C.
nmitha@harrisco.com

Review Panel Counsel
Mark G. Underhill
munderhill@arvayfinlay.ca

Participant	Legal Counsel	Email Addresses
MPL British Columbia	Morgan Camley David Wotherspoon	morgan.camley@dentons.com david.wotherspoon@dentons.com
Distributors Inc. (MPL) (To be confirmed)	Matthew Sveinson	matthew.sveinson@dentons.com
Prokam Enterprises Ltd (Prokam)	Claire Hunter, Q.C. Ryan Androsoff Aubin Calvert	chunter@litigationchambers.com randrosoff@litigationchambers.com acalvert@litigationchambers.com
Bajwa Farms Ltd.	Dean Dalke	dean.dalke@dlapiper.com
BC Vegetable Marketing Commission	Robert Hrabinsky	rhrabinsky@ahb-law.com
André Solymosi	Ravi Hira, Q.C.	RHira@hirarowan.com AHall@hirarowan.com RNHira@hirarowan.com MNicholls@hirarowan.com
John Newell, Mike Reed, Corey Gerrard, Blair Lodder, Peter Guichon	Kenneth McEwan, Q.C. William Stransky	kmcewan@mcewanpartners.com wstransky@mcewanpartners.com
BC Fresh Vegetables Inc (BC Fresh)	Robert (Rob) McDonell	rmcdonell@farris.com

NEXT STEPS

The panel anticipates the following supervisory review steps will proceed in accordance with the following revised expedited schedule:

June 25, 2021 Deadline for written submissions on interim orders,

participation (MPL), and draft rules of practice and

procedure.

June 30, 2021 Pre Hearing Conference

July 2021 (TBD) BCFIRB to issue decision on interim orders and rules of

practice and procedure

It is the Panel's intention to now hold the oral hearing in late summer or early fall 2021.

Please be advised that all written submissions will be posted to the BCFIRB website, unless there is a request for submissions to be made *in camera*.

If you have any questions regarding this supervisory review, please contact Wanda Gorsuch via email at Wanda.Gorsuch@gov.bc.ca.