SMALL BUSINESS SERIES:

Opening a **Microbrewery**

Your **success** is our **business**

Edmonton

Updated Dec 2023

What's on tap?



brew-er-y: a building or establishment for brewing beer or other malt liquor

Thinking of opening a **microbrewery** in Edmonton?

This guide will help to understand the municipal permits and licensing processes.

Breweries are highly regulated

There are also federal & provincial regulations.

- Federal regulations
- <u>Provincial regulations</u>

Connect with Industry Advisors

- <u>Alberta Small Brewers Association</u>
- Alberta Agriculture and Rural Development's <u>New Ventures Team</u>

Distilleries are different!



Distillery

a building or establishment where distilling, especially the distilling of liquors, is done

→ There are different regulations because of the high ethanol concentrations.



Discuss this with the building owner, and the registered engineering and architecture professionals that will be involved.

Contact the <u>building permit office</u> before developing a plan.

Contact Safety Codes Council.

✓

Use of a building or space as a distillery is a Group F, Division 1 high-hazard occupancy classification.

Talk to us before signing a lease. Zoning and development permit information will help to make an informed decision about the location, and how long it will take to get land use approval. We **highly recommend getting legal advice** to build protections into the lease if the development application is not approved.

Hire professionals. The cost of architect and engineers is often much less than the cost of delays in opening due to construction errors which cause permit delays.





The designer or contractor applies for the building and trade permits. They should understand permitting requirements and steps.



Talk regularly with your contractor or designer. Many factors impact timelines: quality of submission, application processing, construction time, inspections, tests and verifications, occupancy inspection, and so on. The contractor and designer will have the best overview of the project status.



Zoning Approval



Business Licence Granted

Referrals



A **good business plan** not only helps entrepreneurs focus on the specific steps necessary to make business ideas succeed, but it also helps to achieve short-term and long-term objectives. There is support available to complete a business plan and guidance through the overall startup process.

- <u>The Business Link</u> can help with choosing a business structure, financing a business, leasing considerations, and referrals for professional services such as legal and accounting advice.
- **<u>Blog post</u>**: Thinking of Starting A Microbrewery

Opening a brewery will require permits from the City of Edmonton, as well as renovations to meet the building code requirements.

This type of commercial development project is complex and will **require professional support**.

Business Licence Application

Building Permit Review

Inspections & Occupancy Permit

Referrals

Business Licence Granted

Important considerations for your project include:



Researcl

RESTAURANT?

- → Are you adding a restaurant to your brewery?
- \rightarrow What kind of food is prepared onsite?



Zoning Approval

HOW MANY PEOPLE?

- \rightarrow How big is the area that is open to the public (public space)?
- → How many people do you plan to allow?
- → Do you plan operate as a facility for gatherings on a temporary basis?



- → Are you adding a patio?
- → Is the patio on your City of Edmonton Road Right of Way, for example public sidewalks?
 - private property, or on



- Does your business → allow minors at all times or will part or all of your service times be for adults only?
- \rightarrow If there are adult-only service times, when will that be?

Edmonton

A business licence can have multiple categories. The customer pays the most expensive category (tier) only.

Business Licence Application

Zoning Approval

Building Permit Review

Give Yourself Time:

Research

- fully investigate the location \rightarrow
- → consider common manufacturing needs for the building such as loading docks, roll-up doors, floor drains, and proper ventilation
- power or water services may require \rightarrow upgrading, which may impact timelines
- → obtain all of the permits and licences you may need to open

Remember:

Inspections &

Occupancy Permit



Every business is different. **Timelines can vary** depending on the completeness, correctness, and complexity of the application.

Referrals

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When asked for more information, respond completely and quickly to keep the review process moving.



Making changes to the permit applications (including site drawings) will add extra time to this process.

Application

Business Licence



Zoning Approval



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Contact

Research

We are here to help!

There are many supports available to help scope out the project, identify the permits needed and the submission requirements, what aspects of the project require professional involvement, and the costs and timelines associated with the permit process.



Overall process map, permit information, and pathfinding to appropriate technical areas (no cost)



Service Centre

30-minute appointment, virtual or in person (Development Officer and Safety Codes Officer) (no cost)



Pre-Application Meeting

Formal arrangement, Development Permit discussions, in-depth CoE review (\$460)

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Inspections &

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What is a business licence and why do I need it?

A business licence ensures a business follows the City's rules and regulations. It also indicates that your business complies with fire, health and building regulations.

Apply for a business licence

Nearly every person or company that conducts business in Edmonton is required to have a business licence. Apply for your business licence first, even though the licence is not granted until the end. Once you apply for your business licence, the City will tell you what approvals and permits you require.

What other approvals are required before a business licence?

In addition to development and building approval, a one-time high-risk fire inspection is required.



Zoning Approval

Business Licence

Application

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Building Permit Inspections & Occupancy Permit

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Your business licence will have **all** the licence categories that apply. The City will determine this.



Tier 5

After Hours Dance Club

Body Rub Centre

Edmonton

Alcohol Sales (Consumption On-Premises / Minors

Prohibited)

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Research

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Building Permit Review Inspections & Occupancy Permit Business Licence Granted

Referrals

Business Licence

Type of Business Category	1 Year Licence Fee	1 Year Renewal Fee*	2 Year Licence Fee	2 Year Renewal Fee*
Tier 1	\$60	\$50	\$110	\$100
Tier 2	\$95	\$85	<mark>\$1</mark> 80	\$165
Tier 3	\$255	\$230	\$490	\$440
Tier 4	\$540	\$485	\$1,020	\$920
Tier 5	\$685	\$620	\$1,305	\$1,175

Tier 5 only applies if Minors are prohibited

Business Licence

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Inspections & Occupancy Permit

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Referrals



Are there other agencies that need to be involved?

The City notifies <u>Alberta Gaming, Liquor, and Cannabis</u> (AGLC) and <u>Alberta Health Services</u> (AHS) of your application for a business licence. They have their own permit and licensing requirements for food and beverage businesses, including breweries.

Please contact them for information.

- AGLC: 780-447-8600 or 1-800-272-8876
- AHS: 310-0000

Contact AGLC as soon as you apply for your business licence. AGLC has <u>several licensing</u> <u>requirements</u>, including the City of Edmonton business licence.

• A condition of receiving your AGLC licence is having approval from the municipality.

Business Licence Application



Building Permit Occupancy Permit Review

Inspections &

Referrals

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Zoning Approval

esearch

The first step in opening a brewery is to make sure the location is in the appropriate zone. Do this before making financial commitments on the space, such as signing a lease. Every business needs **zoning approval** to operate.

What is a zone, and why is it important to have zoning approval?

Edmonton is divided into zones through the **Zoning Bylaw**, and every property is in a zone. A zone tells you what you can build and how you can use a property. To open your brewery, you will need to be in a zone that **permits the use of breweries**.

How do I know if my microbrewery is allowed in a zone?

Each zone in the City identifies a list of permitted and discretionary uses. To open a brewery, the zone must include "Breweries, Wineries and Distilleries" as a permitted use. Even if a brewery is listed as permitted, you are still required to get permission from the City.

Research

Business Licence Zoning Approval

Building Permit Inspections & **Occupancy** Permit

Know Your Location

Application

Can I check on my zoning before I start the City application process?

Definitely, and we recommend this. Once you have identified a preferred location, investigate by visiting maps.edmonton.ca or by contacting the Edmonton Service Centre and speaking with a Development Officer at developmentpermits@edmonton.ca.

Review

Permitted Zones

Custom Manufacturing

There are specific regulations for breweries.

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Referrals

For example, breweries are only allowed to have 80m2 of space for customers. If you want a larger public space, discuss options with a Development Officer.

Research	Business Licence Zoning Approval Building Permit Review Occupancy Permit Occupancy Permit Granted			
•	Know Your Location			
Keep in mind:				
	Any exterior storage or service areas (grain storage, loading and shipping for example) must be thought out and included in your application.			
	Are you planning a patio? Plan for it from the beginning stages. Add the patio drawing plans to your initial proposal. Special permits are required, and the area is included in the maximum public space.			
	Be sure to complete application forms fully, providing all appropriate documentation (eg., plans, building information).			
	Review begins when the application is deemed complete .			

Know Your Building

Business Licence

Application

Research

The safety codes review begins after the development (zoning) approval is complete.

Zoning Approva

What is a building permit, and why is it important?

The building permit is an audit of plans and construction work so the business space is safe, accessible to all, and meets standards of the Alberta Safety Codes. The building permit is your official "go-ahead" to start construction or renovation.

Building Permit

Review

Inspections &

Occupancy Permit

Business Licence

Granted

Referrals

Generally, only maintenance or like-for-like replacement of materials, such as interior painting or installing new flooring, may be done without a building permit.

To construct a microbrewery, you will also need HVAC, plumbing, gas, and electrical permits. These are applied together with the building permit. Permits are managed by the permit applicant through a dashboard created for the project and accessed at <u>www.selfserve.edmonton.ca</u>.

Know Your Building

Business Licence

Application

Drawings, essential for permit review and construction, can be a challenging part of a project. Professional-stamped plans and specifications, and <u>schedules of professional involvement</u>, are often required based on the complexity of the work.

Building Permit

Review

Zoning Approval

Common stumbling blocks in design and construction include:

- washroom and barrier-free requirements
- mezzanines, public corridors
- exits/exit signs/emergency lighting
- accommodating occupancy in the rest of the building during brewery construction

Resources:

Research

Permit Home Page

There are typically special requirements for:

• ventilation (e.g., carbon dioxide monitoring)

Referrals

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• solids interceptors (e.g., drains)

Inspections &

Occupancy Permit

electrical protection (e.g., milling room)

We strongly recommend architectural and engineering involvement for any microbrewery project.

Changes to Existing Buildings and Sites

HVAC Considerations

Business Licence

Application

Research

Health and safety is good business. A commitment to health and safety is one of the best ways for a craft brewery to protect its greatest resource - its people.

Building Permit

Review

Zoning Approval

Inspections &

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Referrals

Breweries can be a hazardous place to work. Hazards include: cleaning chemicals, gases such as oxygen and CO², heated vessels for mashing and boiling wort, and moving machinery parts.

To mitigate such risks, the following provides basic information for design reference only. Codes are subject to change and additional requirements may apply.

Business Licence

Application

Building Permit Review Inspections & Occupancy Permit Business Licence Granted

Referrals

HVAC Considerations

The ventilation system is designed to maintain acceptable indoor air quality (which includes CO² levels) as described in ASHRAE 62-**2001 (except Addendum n)** (please note it is the edition of ASHRAE 62.1 that is referenced in NBC 2019-AE)

The following items are to be considered:

Zoning Approva

• What level of air filtration will be necessary?

Step 1

Research

- Can the air be recirculated or does it need to be exhausted to the atmosphere?
- What are the exhaust needs for current and future equipment?
- What are the exhaust needs for contaminants within the space?
- What temperature, humidity and contaminate levels are desired/acceptable, and how will this be controlled?

The air can be shared between the Brewery and other spaces, if they are used for the same or similar purpose or task and involving the same or similar contaminant.









Research

Business Licence Application



Zoning Approval

Inspections & Referrals

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There are other agencies that are required to do inspections on most businesses, including Fire Rescue Services and Alberta Health Services. The City will refer your business to these agencies so they can complete their inspections.

Please note:

Fire Rescue Services may determine that an occupancy limit is lower than the building permit states, due to addition of furnishings and fixtures.

Final occupancy to be posted will be the lower number.





Business Licence Granted Once you have completed these steps, the City will finalize your application and grant you a business licence.

Remember!

You must submit your business licence to AGLC in order to get a provincial liquor permit.



Questions?

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1:1 Business Support

• Overall process, permit information, and grants (no cost)