COMMITTEE OF THE WHOLE SEPTEMBER 2, 2003

SUSPENSION OF LICENSE 1409044 ONTARIO INC. (MARVELLOUS SPA)

Council, at its meeting of June 23, 2003, adopted the following:

That this matter be deferred in accordance with the request contained in the written submission of Mr. Morris Manning, 390 Bay Street, Suite 3000, Toronto, M3H 2Y2, dated June 9, 2003, attached to the memorandum from the City Clerk, dated June 10, 2003.

Report of the City Clerk dated June 16, 2003

Recommendation

The City Clerk in consultation with the Manager of Special Projects, Licensing and Permits recommends:

That the Body Rub Parlour License issued to 1409044 Ontario Inc o/a Marvellous Spa be suspended for a period of 15 days.

Purpose

To consider the suspension of the Body Rub Parlour License.

Background - Analysis and Options

On May 3, 2003 at approximately 12:33 a.m. the Licensing Section of the Clerks Department conducted an investigation of the Body Rub Parlour located at 435 Bowes Rd (Marvellous Spa). The investigation was carried out with York Regional Police as part of "Project Closure"; a 2 week enforcement of Body Rub Parlours operating in contravention of By-law 2-2001. During the investigation, undercover officers ascertained that the Body Rub Parlour was open for business outside the prescribed hours, that there were no windows installed on the doors for rooms that are designated for massage and that the Owner or Operator of the Body Rub Parlour was not present. Officers from York Regional Police laid charges on site against the two Body Rub Attendants for "carrying on the business of a Body Rub Attendant without an Owner/Operator present". In addition, charges are also presently being processed against the owner for the above infractions.

Section 13.0 (3) o) of By-law 2-2001 as amended, states that no services shall be provided in a Body Rub Parlour unless a licensed owner or operator is present; and,

Section 13.03 (1) k) of By-law 2-2001 as amended, states that every door on the room designated as a massage room shall be equipped with a window of a size not less than 36cm x 36cm; and,

Section 13.04 of By-law 2-2001 as amended, prescribes the hours of operation of Body Rub Parlours as follows:

Monday to Friday	9:00 a.m to 10:00 p.m
Saturday	9:00 a.m to 6:00 p.m
Sunday	10:00 a.m to 5:00 p.m

Pursuant to Section 7.0 (1), outlined hereafter, the Licensing Officer informed the Licensee that their Body Rub Parlour License was suspended for a period of 15 days. Attached is a copy of the said letter.

Section 7.0 (1) of By-law 2-2001 as amended, states:

- "(1) Upon reviewing a license application, including an application for renewal of a license, or upon receiving information or a complaint against a license holder, the Licensing Officer may, in his or her sole discretion refer the application to Council, or refuse to grant, or revoke or suspend a license upon the following grounds:
 - a) where the conduct of the applicant or licensee affords reasonable grounds for belief that such applicant or licensee will not carry on or engage in the business in accordance with the law, or integrity and honesty;
 - b) where the conduct of the applicant or licensee, or other circumstances, afford reasonable grounds for belief that the carrying on by the applicant or licensee of the business in respect of which the license is sought or held, would infringe the rights, or endanger the health or safety of, members of the public;
 - c) where there are reasonable grounds for belief that the carrying on of the business by the applicant or licensee will result in non-compliance with this by-law or any other requirement or prohibition imposed by any other law;"

Section 7.0 of By-law 2-2001 further provides that the Licensee may appeal to Council where the Licensing Officer suspends a license. Attached is a copy of a letter from the licensee's solicitor requesting an appeal of the Licensing Officer's decision.

Conclusion

Based on the information resulting from the investigation by the Licensing Section and York Regional Police, it is recommended that the Body Rub Parlour license issued to 1409044 Ontario Inc. o/a Marvellous Spa be suspended for 15 days.

Attachments

- 1. Letter to Body Rub Parlour Owner
- 2. Letter from Body Rub Parlour Solicitor
- 3. Memorandum from City Clerk with attached letter from Body Rub Parlour Owner

Report prepared by:

Joseph A.V. Chiarelli Manager Special Projects Licensing and Permits

Geoff Gelfand Licensing Officer Attachment 1

The City Above Toronto

.....

The City of Vaughan 2141 Major Maskenzie Vaughan, Ontario Canada L6A 171 Tel (905) 832-2281

May 13, 2003

1409044 Ontario Inc o/a Marvelious Spa 1A-435 Bowes Rd Concord, Ontario L4K 1K1

ATTENTION: KRYSTYNA KRAWIEC

At approximately 12:30 a.m. on May 3, 2003 the Licensing Enforcement Officer and York Regional Police inspected the above noted body rub parlour. The following observations were made:

The body rub pariour was open for business outside the prescribed hours contrary to Section 13.04 (1) of By-law 2-2001 as amended;

The doors on the rooms designated as massage rooms were not equipped with windows as prescribed by Section 13.03 (1) k) of By-law 2-2001 as amended:

There was no owner or operator present while the body rub parlour was open for business as prescribed by Section 13.0 (3) g) of By-taw 2-2001 as amended.

Please be advised that Section 7.0 (1) a), b) and c) state the following:

- T.C 111 Upon reviewing a license application, including an application for renewal of a license, or upon receiving information or a complaint as against a license holder, the Licensing Officer may, in his or her sole discretion refer the application to Council, or refuse to grant, or revoke or suspend a license upon the following grounds;
 - where the conduct of the applicant or licensee affords reasonable grounds for belief that such applicant or licensee will not carry on or engage in the business in accordance with the law, or integrity and honesty;
 - b) where the conduct of the applicant or licensee, or other circumstances, afford reasonable grounds for belief that the carrying on by the applicant or licensee of the business in respect of which the license is sought or held, would infringe the rights, or enganger the health or safety of, members of the public;

80

c) where there are reasonable grounds for belief that the carrying on of the business by the applicant or licensee will result in non-compliance with this By-law or any other requirement or prohibition imposed by any other law;

Therefore, this is to advise you that pursuant to Section 7.0 of By-law 2-2001 as amended, your Body Rub Parlour license is suspended for a period of 15 days. The suspension shall take effect upon service of this notice.

Please note that you may appeal this decision to Counci for the City of Vaughan by notifying the City Clerk in writing within 20 days of receipt of this letter.

Should you have further questions in this regard, please contact me at (905) 832-8504 extension 8694.

ų

Geoff Gelfand Licensing Officer CITY OF VAUGHAN

Copy

John D. Leach. City Clerk Joseph Chiarelli, Manager of Licensing Licensing Enforcement Officer File York Regional Police

MOTIS-MANNING D.C. 16.5 RECEIVES ministration into a LICENSING MAY 1 5 2003 FACSIMILE TRANSMITTAL FORM INITIA ONFIDENTIALITY CAUTION: This telecommunication is intended only for the use of the individual or entity to which it is addressed and contains information that is privileged and confidential. If the reader of this message is not the intended recipient, or the employee or agent responsible for delivering the message to the intended recipient, you are hereby notified that any dissemination, distribution or copying of this communication is strictly prohibited. If you have received this telecommunication in error, please notify us immediately by telephone and return the original transmission by mail to the above address, at our cost, without making a copy. **** Please deliver the following pages to: Office of Mr. John D. Leach Name: City Clerk The City of Vaughn 2141 Major MacKenzic Drive Vaughn. Ontario L6A 1T1 905-832-8535 Fax: Morris Manning, Q.C. FROM: Total number of pages (including this cover page) May 15, 2003 Transmission Date: JOSEPH CHIARELLI ATTN: If there are any problems with transmission, please contact NOTE Eileen Anture at (416) 304-0841 RECEIVED MA~ 1 5 2003 - SHAN

MOREIS MANNING Q.C. Spe Bar Ministration Prove Market Street Stre

Attachment 2

DELIVERED BY FACSIMILE: 905-832-8535

May 15, 2003

FEDRI RURNI-

Office of Mr. John D. Leach City Clerk The City of Vaughn 2141 Major MacKenzie Drive Vaughn, Ontario L6A 1T1

Attn: Joseph Chiarelli

Dear Mr. Chiarelli,

Re: 1409044 Ontario Inc. o/a Marvellous Spa - Notice of Suspension in letter dated May 13, 2003

Further to our conversation of yesterday afternoon with Mr. Gelfand, I write to advise you that we intend on appealing the decision to suspend the body-rub parlour license of the above-noted licensee.

It is our understanding from Mr. Gelfand that the suspension of the license will be held in abeyance pending the appeal of the decision to the Council for the City of Vaughn.

Yours very truly,

N/ M/ Jor

Morris Manning, Q.C., J.D.

The	City Above Toronto	Attachment 3	The City of Vaughan 2141 Major Mackenzie Drive Vaughan, Ontano Canada L&A 111 Tel (905) 832-2281
Jun	e 10. 2003		
To:	Members of Coun	cil	
Re	e: Committee of the Whole- June 16,2003 Marvellous Spa		
ind In sus	icating he is unavailab addition, the solicitor pension of the body ru to a future date. Staff	py of a letter from the solicitor le to attend on June 16.2003 to add has requested disclosure of docum ib parlours license. Accordingly, h has no objection to the request and Committee of the Whole meeting of	nents related to the proposed he is requesting this matter be d respectfully request that this

Respectfully Submitted

John De Leach City Clerk

1-97 Paippe -...

MORRIS MANNING Q.C. Terrini, Grid 2000 1220 Terrini, Grid 2000 1200 T

DELIVERED BY FACSIMILE: 905-832-8535

June 9, 2003

Joseph A.V. Chiarelli Manager – Special Projects, Licensing and Permits The City of Vaughn 2141 Major MacKenzie Drive Vaughn, Ontario L6A 171

Dear Mr. Chiarelli,

Re: 1409044 Ontario Inc. o/a Marvellous Spa

Thank you for your letter of June 3, 2003, advising that the above-noted matter has been scheduled for June 16, 2003, at 1:00 pm.

Unfortunately, I am not available to attend at the time and date set.

I further note that until seeing your recent correspondence I was unaware of any charges being processed against the owner of the above-noted establishment. These matters are clearly relevant to the suspension proposed and have not been disclosed. We are unable to proceed with this appeal without an opportunity to review any and all charges outstanding against our client, as well as all material related to those charges.

For the foregoing reasons, J suggest that the matter be set for hearing at another date. Please contact me so that we may discuss a mutually convenient time for the hearing.

Yours very truly,

Morris Manning Q.C., J.D.