RECOMMENDATIONS

ADOPT the City Administrative Officer (CAO) Report dated September 25, 2017 entitled "SUPPLEMENTAL REPORT ON CANNABIS BUSINESS FEES AND INTERIM POSITION AUTHORITY TO IMPLEMENT CANNABIS REGULATIONS WITHIN THE CITY" with the following additions and amendments:

- 1. INSTRUCT the CAO, with the assistance of the Department of Cannabis Regulation (DCR), to report back on establishing fees for a) Change of Ownership Application; b) Premises Modification Application; c) Renewal Application; d) and any other fees associated with the regulation of cannabis businesses not already identified.
- 2. INSTRUCT the CAO, with the assistance of the DCR, to report back on a staffing plan and identified funding in the next Financial Status Report for DCR to conduct preinspections of applicants and compliance investigations and inspections for licensed businesses.
- 3. REQUEST the City Attorney, with the assistance of the Department of Building and Safety, Police Department, Fire Department, Office of Finance, and DCR, to report back on establishing an interdepartmental MOU to conduct pre-inspections of applicants for licensure and compliance investigations and inspections for licensed businesses.
- 4. INSTRUCT the CAO, with the assistance of the City Attorney, to report back in the next Financial Status Report with identified funding for the DCR, Office of Finance, and City Attorney positions identified in the report.
- INSTRUCT the CAO, with the assistance of the City Attorney and Police Department, to report back by December 1, 2017 with a staffing plan and identified funding for a surge of enforcement against unlicensed commercial cannabis activity to begin on April 1, 2018.

Date: 9/25/17 Submitted in <u>Rules</u> Committee Council File No: 14-0366-514 Item No.: Chair-Riles Elections, and The governmental Relations Committee