

**RULES, ELECTIONS, AND INTERGOVERNMENTAL RELATIONS COMMITTEE REPORT and ORDINANCE FIRST CONSIDERATION** relative to establishing fees and fines relating to commercial cannabis activity.

Recommendations for Council action, **SUBJECT TO THE APPROVAL OF THE MAYOR:**

1. **PRESENT and ADOPT** the accompanying **ORDINANCE** dated November 30, 2017 adding Section 104.19 to the Los Angeles Municipal Code (LAMC) establishing fees and fines relating to commercial cannabis activity, as amended to establish an appeal fee in the amount of \$100 for non-applicants; and, **REQUEST** the City Attorney to prepare and present a revised ordinance in substantial conformance with the Ordinance dated November 30, 2017, as amended to incorporate the requested amendment described above.
2. **INSTRUCT** the City Administrative Officer (CAO), with the assistance of the Department of Cannabis Regulation and the Los Angeles Fire and Police Departments, to report relative to the resources necessary for pre-licensing inspections and enforcement against unlicensed commercial activity.

Fiscal Impact Statement: The CAO reports that there is no anticipated General Fund impact from the above recommendations. The above recommendations are consistent with City financial policies, as on-going expenditures will be fully supported by on-going revenues.

Community Impact Statement: None submitted.

**- URGENCY CLAUSE -**

**(12 VOTES REQUIRED FOR SECOND READING)**

**SUMMARY**

Accompanying a report to Council dated November 30, 2017, the City Attorney presents Ordinance amending the LAMC to establish various license, inspection, and appeal fees and fines relating to commercial cannabis activity. In a report to Council dated December 1, 2017, the CAO discusses the proposed fee amounts for the regulation of cannabis businesses. The report reviews fee amount already recommended by Council and the City's costs associated with carrying out enforcement activities. The CAO recommends fines and various fees, including new fee amounts modified in response to changed rules and regulations. The fees and fines proposed by the CAO substantially match those included in the Ordinance prepared by the City Attorney. The CAO's report also recommends that Council request a report relative to the resources necessary for pre-licensing inspections and enforcement against unlicensed commercial activity.

At its special meeting held December 4, 2017, the Rules, Elections, and Intergovernmental Relations Committee recommended that Council approve the CAO recommendations, and the accompanying Ordinance as amended to establish an appeal fee in the amount of \$100 for non-applicants.

Respectfully Submitted,

Rules, Elections, and Intergovernmental Relations Committee



<u>MEMBER</u>	<u>VOTE</u>
WESSON:	YES
HUIZAR:	YES
HARRIS-DAWSON:	YES

jaw

**-NOT OFFICIAL UNTIL COUNCIL ACTS-**