

## MOTION

I HEREBY MOVE that Council AMEND Recommendation Nos. 1.a.i., 1.a.ii, and 1.a.iii of Amending Motion 9A relative to a proposal to use cannabis tax revenue to establish a Neighborhood Health Fund and other Community Benefit-Type programming as follows:

1. REQUEST the City Attorney, with the assistance of the Department of Cannabis Regulation (DCR), City Administrative Officer (CAO), Office of Finance, and the Chair, Rules, Elections, and Intergovernmental Relations (REIR) Committee, to prepare and present the necessary election Ordinance and Resolutions to place a ballot measure before the voters at the November 6, 2018 State General Election entitled the Cannabis Reinvestment Act, and that the ballot measure would include the following elements:
  - a. Effective January 1, 2019, one percent special gross receipts tax on all commercial cannabis activity to be reinvested in the community with all funds going to a newly created Cannabis Reinvestment Trust Fund to be apportioned as follows:
    - i. 50 percent distributed between the Council offices based on the percentage of licenses by Council District. Taxes to be used within one mile radius of any licensed cannabis business for various public improvements (e.g. streetscape, façade improvements, sidewalk repair, building construction or rehabilitation, etc.) or child and youth programs (as defined in a(iii)), or at the closest City park, City recreation center, or City library. If money is unspent after five years, may be used anywhere in the Council District for the same purposes. Neighborhood Councils will give advisory recommendations to Council office April 1st of every year, beginning 2020, and Council will approve distribution via Council action. ~~Cannot not be used to establish a new sensitive use under Article V Chapter X of the Los Angeles Municipal Code (LAMC).~~
    - ii. 25 percent distributed to the DCR for public education and outreach, equity programs, expungement clinics, illegal enforcement, and other cannabis-related programming. This cannot be used for license processing nor license compliance and enforcement.
    - iii. 25 percent distributed to the ~~Cannabis Youth Prevention and Child Strengthening Program~~ **cannabis youth prevention and child strengthening programs**; Youth prevention defined as any youth and/or child development activities ages 0-24. Program administration, guidelines, and process to be established by Ordinance.

PRESENTED BY \_\_\_\_\_  
PAUL KREKORIAN  
Councilmember, 2<sup>nd</sup> District

SECONDED BY \_\_\_\_\_  
HERB WESSON  
Councilmember, 10<sup>th</sup> District

June 5, 2018

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