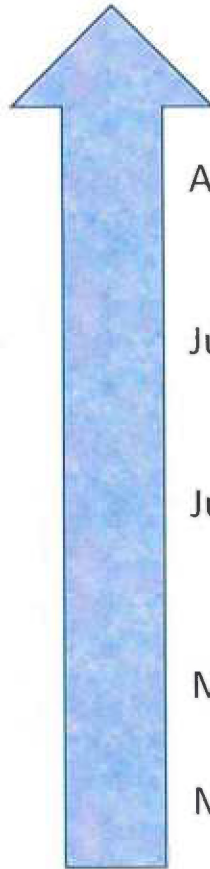


PUBLIC WORKSHOP ON SOCIAL EQUITY & COMMERCIAL CANNABIS ACTIVITY REGULATION

September 30, 2017

**Cat Packer
Executive Director
Department of Cannabis Regulation
City of Los Angeles**

Development of Los Angeles Cannabis Law & Policy



August 2017: Executive Director and Commissioners
appointed and confirmed

July 2017: Department of Cannabis Regulation and
Cannabis Regulation Commission, established

June 2017: Draft Land Use Ordinance
+ Draft Regulations

March 2017: Measure M

May 2013: Proposition D

Proposition D

- Passed in 2013, prohibiting the operation or establishment of Medical Marijuana Businesses, including renting to, working for, and using an vehicle in furtherance of such business.
- Provides limited immunity from its prohibitions for Medical Marijuana Businesses that comply with certain requirements.

EFFECTIVE Jan. 1 2018

COUNCIL AUTHORITY

REPEAL OF PROP D

PROP M Priority

TAXATION

- **5% MEDICAL**
- **10% ADULT-USE**
- **2% CULTIVATION, MANUFACTURING, OTHER**
- **1% DISTRIBUTION, TESTING, RESEARCH**

ENFORCEMENT

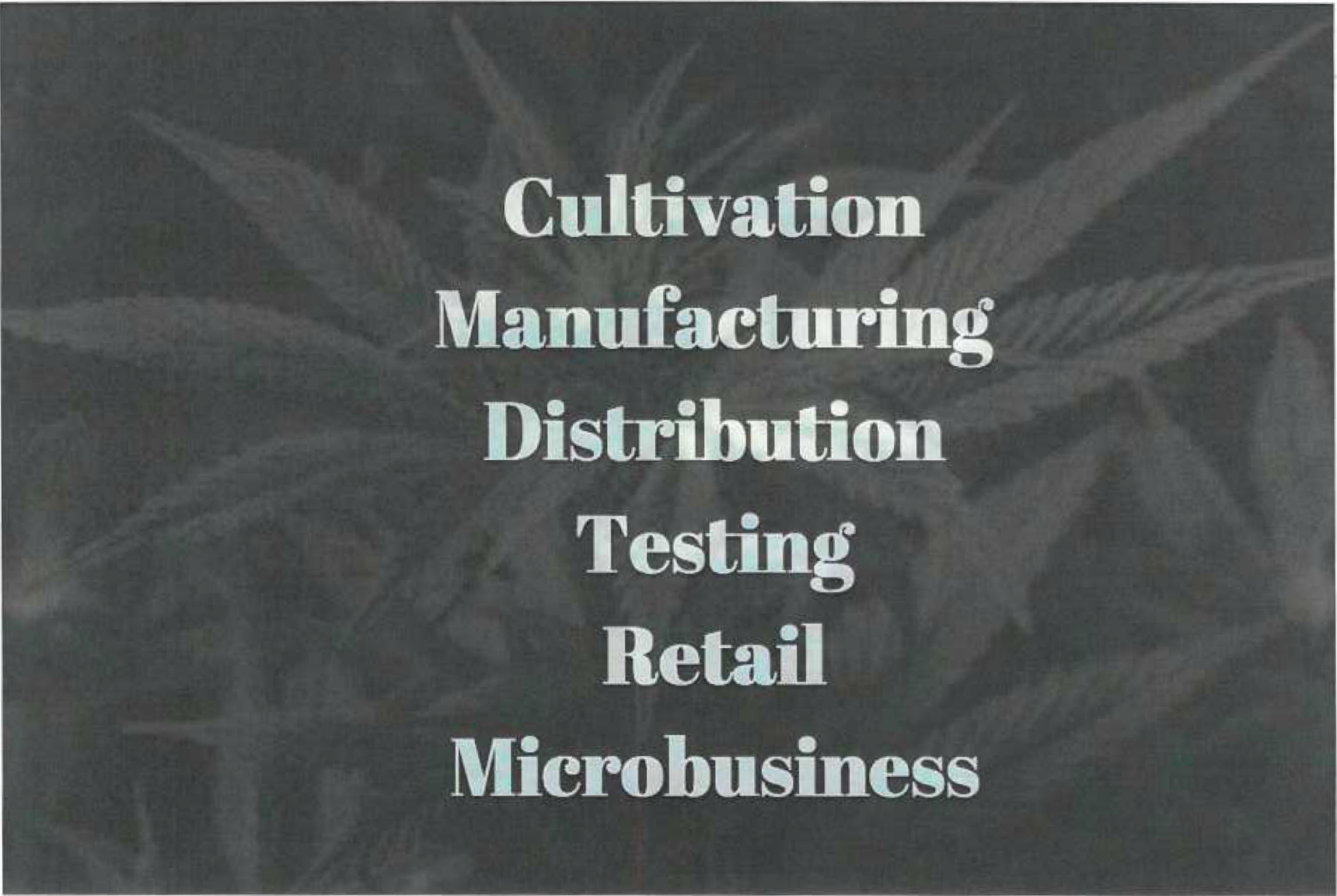
- **UNLICENSED COMMERCIAL CANNABIS ACTIVITY:\$20,000 PER VIOLATION, PER DAY FOR BUSINESS OWNER & PROPERTY OWNER**
- **UTILITIES DISCONNECTED**
- **MISDEMEANOR**
- **OTHER**

Measure M

March 7, 2017

Prohibition vs. Regulation





Cultivation
Manufacturing
Distribution
Testing
Retail
Microbusiness

Department of Cannabis Regulation

- Administer application process in conjunction with the Cannabis Regulation Commission for the issuance of licenses for cannabis-related activity in the City
- Administer and coordinate audit processes for cannabis-related businesses in the City
- Enforce regulatory compliance of licensed commercial cannabis activity

Cannabis Regulation Commission

- Monitor and review the State's effort to promulgate cannabis-related laws and regulations and make recommendations to the Mayor and City Council for the adoption of City laws and regulations pertaining to cannabis related activity in the City
- Implement the laws and regulations adopted by the City Council, consistent with the duties of the Department of Cannabis Regulation
- Hold public hearings related to issuing licenses for Commercial Cannabis Activity

Social Equity Program

- City Council Motion
- Social Equity Analysis
 - “A social equity analysis of cannabis regulations aimed at promoting equitable ownership and employment opportunities in the cannabis industry in order to decrease disparities in life outcomes for marginalized communities and to address disproportionate impacts on the war on drugs on those communities”.
- Options for Social Equity Program
 - “Options should be provided to ensure that communities identified in the social equity analysis have access to ownership training programs, employee training programs, technical assistance, capital and any other program necessary.”

Commercial Cannabis Activity Location Restriction Ordinance

- Allows certain defined commercial cannabis activity to take place in the City, so long as it is:
- Conducted by persons operating under a State license.
- Authorized by the City's Department of Cannabis Regulation.
- In compliance with the location restrictions specified in the ordinance, as well as with additional regulations.
- Identifies zones within which specified types of commercial cannabis activity are eligible to operate.
- Requires that cannabis retail activity with on-site sales observe a specified distance from sensitive sites, as well as from other cannabis retail activity with onsite sales.

Draft Land Use Ordinance


- Restricts the location of various types of commercial cannabis activity into eligible zones
- Requires businesses to observe specified distances from certain sensitive sites:
 - Retail/Microbusiness must be **800 feet** from:
 - **K-12 Schools**
 - **Alcoholism/Drug Rehabilitation or Treatment Facilities**
 - **Public Libraries**
 - **Public Parks**
 - **Other Retail/Microbusiness activity with on-site sales.**
 - No distancing requirements-either from sensitive sites or from other cannabis-related business sites are proposed for:
 - Cultivation, manufacturing, testing and distribution with no retail on the same site
 - Retail and Microbusiness activity with no on-site sales (delivery only).

Eligible Zones

Retail	Microbusiness	Indoor Cultivation & Level 1 Manufacturing
C1 C1.5 C2 C4 C5 CM M1 M2 M3	M1 M2 M3	MR1 M1 MR2 M2 M3

Eligible Zones

Mixed Light Cultivation	Level 2 Manufacturing	Distribution	Testing
A1 A2 Accessory use only.	MR2 M2 M3	MR1 M1 MR2 M2 M3	CM MR1 M1 MR2 M2 M3

 **LOS ANGELES**

General Info

- About
- Commissions & Hearings
- Media Relations
- News

Policy Planning

- General Plan
- New Community Plans
- Ordinances
- Historic Preservation
- Policy Initiatives
- Planning Processes

Development Services

- Zoning Information
- Land Use Permit Process
- Development Services Centers
- Project Review Services
- Environmental Review
- Forms

Commercial Cannabis Location Restriction Ordinance and Supplement

Ordinance Information

[Archive - Previous Draft](#)

[Letter of Determination \(Includes Amended Ordinance\)](#)

Staff Report to City Planning Commission 9/14/17

- [Staff Recommendation Report](#)
- [Draft Ordinance](#)
- [Ordinance Supplement](#)
- [Findings](#)
- [Negative Declaration \(ENV-2017-2261-ND\)](#)
- [Notice of Exemption \(ENV-2017-3361-SE\)](#)

Additional Information

- [Summary of Draft Location Restrictions](#)
- [Questions & Answers](#)
- [Presentation to City Planning Commission \(Sept. 14, 2017\)](#)

Maps

- [Distribution Eligible Zones](#)
- [Indoor Cultivation and Level 1 Manufacturing Eligible Zones](#)
- [Level 2 Manufacturing Eligible Zones](#)
- [Microbusiness Eligible Locations](#)
- [Mixed Light Cultivation Eligible Zones](#)
- [Retail Eligible Locations](#)
- [Testing Eligible Zones](#)

[Cityplanning.lacity.org](http://cityplanning.lacity.org)



Retail

***Businesses that sell cannabis products
directly to the public***

 Existing Medical Marijuana Business

 800-foot buffer from: *Schools, Parks, Libraries, Drug/Alcohol
Rehab & Recovery Facilities, EMMBs*

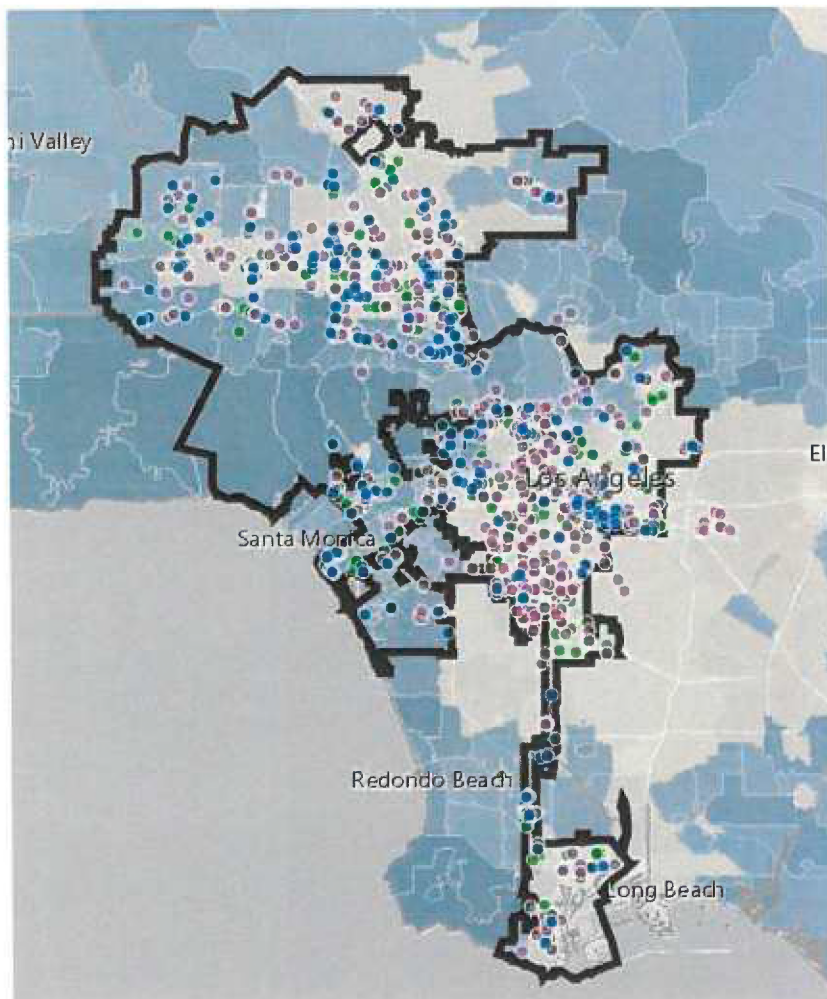
Zoning

 Commercial zones that are eligible

 Industrial zones that are eligible

Administrative Boundary

 Council District



191 Marijuana businesses that are eligible to apply for a special 2017 Business Tax Registration Certificate



756 Marijuana businesses that held Business Tax Registration Certificate in 2016



563 Marijuana businesses against which the Los Angeles City Attorney's Office filed criminal cases



PROPOSED BUSINESS REGULATIONS

- Application requirements & procedures
- Appeals
- Priority processing
- Operations requirements
 - General
 - Retail
 - Delivery
 - Manufacturing
 - Testing
 - Distribution
 - Transport
- Inspections
- Enforcement
- Renewals
- Cancellation of license/authorization



- 
- Name
 - Activity & License Type
 - Processing Category
 - Date of Operations
 - License(s) Held
 - History of Denial
 - Address & Contact Information
 - Business Organizational Structure
 - Fictitious Business Name
 - Financial Information
 - Personal Info Redacted
 - Legal Occupancy & Use
 - Premises Diagram
 - Pre-Licensing Inspection
 - Hiring Plan
 - Staffing Plan
 - Labor Peace Agreement
 - Valid Seller's Permit (Board of Equalization)
 - Proof of bond/insurance
 - Limited Access Areas Plan
 - Security Plan
 - Detailed Descriptions
 - CUPA Permit
 - Terms of Transfer & Change of Ownership
 - Indemnification Agreement
 - Community Benefits Agreement
 - Neighborhood Liaison
 - Local Neighborhood Council
 - Prohibition on Alcoholic Beverages & Tobacco Sales & Consumption
 - Radius Map



General
Processing

1 1

Department of
Cannabis Regulation



Pre-Licensing Inspection



Department of
Cannabis Regulation

Retail, Large Non-Retail

Cannabis Regulation
Commission

Social Equity
Processing

Office of Finance
Dept. Cannabis Reg.
LAPD
LAFD
Dept. Building & Safety
LA County Dept.
of Public Health

Non-Retail

LA County Dept.
of Public Health

↓
Department of
Cannabis Regulation

Retail, Large Non-Retail

Non-Retail

Cannabis Regulation
Commission



Local License:
No-Operations Conditional



State License



Local License:
Annual



Public Hearings
Neighborhood Councils
Notice & Notification
Neighborhood Liason
Community Benefit Agreement
Local Hire
Transitional Hire
Diversity Plan
Worker Safety Plan
Labor Peace Agreement



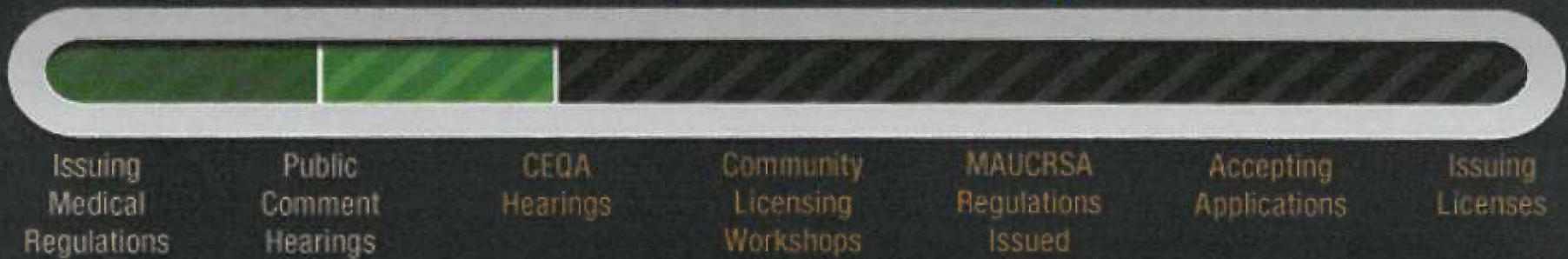
California Commercial
Cannabis Activity
License



Los Angeles Commercial
Cannabis Activity
License

California Commercial Cannabis Activity Licensing

The Road to January 1



California Commercial Cannabis Activity Licensing



Testing
Distribution
Retail, Delivery
Microbusiness



Manufacturing



Cultivation



Bcc.ca.gov



California
Cannabis Portal

Cannabis.ca.gov

State Temporary Licenses



All applicants will be required to provide the following:

Local jurisdiction authorization: A copy of a valid license, permit, or other authorization issued by the local jurisdiction where the business is operating that allows the applicant to conduct commercial cannabis activity at the location.

Local authorization may vary by local jurisdiction and must specify that the applicant is approved for commercial cannabis activity.

Name: The name of the applicant requesting the license. This could be an individual or business entity.

License type requested: Distributor, Retailer, Microbusiness, or Testing Laboratory.

License designation requested: A-license, adult use or M-license, medicinal.

Contact information: Designated primary contact including first and last name, title, address, phone number(s), and email address(es).

Owners: For each owner that meets the criteria of Business and Professions Code section 26001 (a), the owner's name, mailing address, and email address.

Physical address: Location of the proposed premises.

Authorization to use location: A copy of the title or deed to the land where the premises is proposed to be located. If the applicant does not own the land, a document from the landowner stating that the applicant has the right to occupy the property and may use the property for the commercial cannabis activity.

Premises diagram: A diagram of the business's layout at the proposed location.

No temporary license will be effective prior to January 1, 2018.

Social Equity

Housing Cole Memo

Patient Access

Community Reinvestment

Ownership

Regulation

Addiction

Health Services

Economic Opportunity

Employment

Education

Impairment & Road Safety

Advertising Restrictions

Youth Safety

Enforcement

Drug Testing

Consumer Safety

Personal Cultivation

Youth Prevention

Cannabis Policy

Public Consumption

Stigma

Safe Neighborhoods

Adults 21 & Up

Policing

Tax Revenue

Criminal Justice