BOP DATA: 254 Issued

- Cultivation: 87 issued
  - CORE: 4 issued; 4 pending
- Delivery only: 57 issued
  - CORE: 3 issued; 19 pending
- Distribution: 41 issued
  - CORE: 4 issued; 10 pending
- Manufacturing: 29 issued
  - CORE: 2 issued; 13 pending
- Microbusiness: 6 issued
  - CORE: 1 issued; 1 pending
- Testing lab: 4 issued
- Storefront: 30 issued
COMPREHENSIVE STUDY OF CANNABIS INDUSTRY IN SACRAMENTO

■ EPS STUDY
  - Underway through end of 2021/early 2022
  - Interviews/surveys/site visits/research/data analysis
  - Topics include: land use, real estate, taxes, workforce development, ownerships and business structures, social equity/CORE program, overall economic analysis
  - Workshops on data in Law & Legislation Committee in Winter 2021/2022
  - Data and recommendations presented to Council in early 2022.
CORE CAPITAL LOAN PROGRAM UPDATE

- Contract with Elevate Impact Sacramento for loan underwriting services ending October 1
- City will be processing loan applications and issuing loans
- Check the website for more information: http://www.cityofsacramento.org/cannabis
  - Click CORE Program on banner below cannabis leaves and then CORE Capital Loan Program on left side of site
PUBLIC SAFETY UPDATE:

■ CANNABIS BURGLARIES
  - Significant Increase in the number of cannabis-related burglaries
  - PD encourages all cannabis businesses to ensure that:
    ■ Applicable safety policies/procedures are being followed
    ■ Security technology (alarms, cameras, etc) is functioning property
    ■ All necessary security upgrades are being implemented ASAP
  - Reminder: Notify OCM of any security breaches, alarm activations, etc. within 24 hour of the incident (condition on all BOPs)
STATE UPDATE:

■ DEPARTMENT OF CANNABIS CONTROL (DCC) EMERGENCY REGS:
  - Released on 9/8/21; public comment period closed on 9/20/21
  - Consolidated regulations from 3 State agencies to one set of regulations
  - Under local review to ensure no conflict with ongoing Title 5 cleanup
POLICY UPDATE:

- **STOREFRONT DISPENSARY OWNERSHIP CHANGE ONE-YEAR MORATORIUM**
  - Sunset date: Nov. 10, 2021
  - Ownership is one of the items on EPS’ scope of study
  - L&L: 10/19/21 Meeting

- Options:
  - Allow moratorium to expire; entertain BICs
  - Extend moratorium pending the completion of EPS study
POLICY UPDATE:

■ D6 CAP ON DELIVERY BOPs
  - Ordinance will sunset 11/21/21
  - BOPs issued: 38 (34 delivery-only; 4 storefronts with delivery)
  - Pending: 21 applications, including 12 CORE
  - L&L: 10/19/21 Meeting
    ■ Recommendation: Cap of 59 for a year to allow those currently in the pipeline to move forward with their projects
POLICY UPDATE:

■ NEW CANNABIS BUFFER ZONES IN D2
  - L&L recommended to wait for EPS study
  - Council voted 5-3 to put item on the Council agenda.
  - Scheduled for adoption 10/19/21 (PFP 10/12/21)
  - Proposed Ordinance will increase buffer zones (distance requirements) for cannabis uses in D2:
    ■ From 600’ to 1000’ from residential uses
    ■ From 1000’ to 1500’ from sensitive uses (schools, parks, places of worship, places that sell tobacco and/or alcohol)
POLICY UPDATE:

■ TITLE 5 CLEANUP
  - Periodic review of Title 5 to:
    ■ Align/consistency with State regulations
    ■ Technical changes; address redundancies, delete obsolete sections
    ■ Clarity, consistency and uniformity in procedures across all permit types
    ■ Promote efficiency/consistency in permitting process by codifying certain requirements/current practices
  - To L&L in Nov 2021
    ■ Under CAO review; ensuring that there’s no conflict with DCC’s emergency regs
POLICY UPDATE:

▪ TITLE 5 CLEANUP
  - Delivery
    ■ $5K (pre-ordered) delivery limit/ $3K (no orders)
    ■ Delete vehicle age requirement
    ■ Loading and unloading area (currently a BOP condition)
    ■ Secured containers in vehicles (currently a BOP condition)
  - Storefront Dispensaries
    ■ Remove limit of 8,000 sq. ft. in size of the building
    ■ Remove limit of 150 sq. ft. where cannabis accessories may be displayed
POLICY UPDATE:

■ TITLE 5 CLEANUP

  - **Interested Parties**
    - Delivery and distribution drivers deleted from interested parties
    - Amend definition of managers to exclude shift managers and employee managers who have no control over operation of the business
    - Owners responsible for ensuring that drivers and employee managers are Live Scanned (signed affidavit with application/renewal)
POLICY UPDATE:

- **TITLE 5 CLEANUP**
  - Changes in Ownership, etc (excludes storefront dispensaries)
    - Will require OCM approval; BIC forms for changes in interested parties and ownership structures must be submitted at least 30 days PRIOR to change
POLICY UPDATE:

■ TITLE 5 CLEANUP
  - **Renewals**
  - New renewal timeline
    - Renewal window 90 days prior to BOP expiration date
    - Renewal fees are due no later than the BOP expiration date
    - Application portal will close one day after the BOP expiration date
    - Late renewal fee required to reopen portal to 30 days past expiration date (renewal extension period)
POLICY UPDATE:

■ TITLE 5 CLEANUP
- Renewals
  ■ New renewal timeline (cont.)
    ■ Expired BOP enforced:
      ■ 31 days after BOP exp. (if under renewal ext)
      ■ 1 day after BOP exp. (all others)
    ■ Expired BOP = new application

■ New renewal process
  ■ Fewer requirements for renewal
  ■ 90-day renewal window
  ■ Max. of 30 days from date of exp. extension period
  ■ Definitive enforcement window
  ■ Shorten renewal process; eliminate expired permits
POLICY UPDATE:

■ **TITLE 5 CLEANUP**
  - **Labor Peace Agreement**
    ■ Attest in application that business will comply with State’s LPA requirement (if > 20 employees)
  - **Cessation of Business Operations**
    ■ Procedures for reporting BOT, product custody for businesses closing for more than 30 days
  - **Abandoned Applications**
    ■ No activity for 180 days/ non-responsive to communications will be deemed abandoned, in lieu of denial (no appeal path)
POLICY UPDATE:

■ TITLE 5 CLEANUP

- Security Requirements:
  ■ Updated security requirements, including those that are currently on the BOPs as conditions
  ■ Requirements for security plans (credentials of professional who will write the plan)
  ■ Definition of lobby
  ■ Requirement to have a regular safety meeting
QUESTIONS? CONTACT US:

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