



# **Cannabis Stakeholder Meeting**

**August 5, 2019**

**Presented by:  
Office of Cannabis Policy & Enforcement**

# CUP & BOP UPDATE

**Approved CUPs: 209**

**BOP Applications: 380**

**Approved: 48 Operational; 39 Non-Op**

**In Process: 293**

# LETTERS TO REGISTERED CULTIVATORS AND ALL OTHER OPERATING BUSINESSES

## Important Dates to Remember:

### **1. September 9, 2019**

- Building Permit on Hand (issued, paid for, picked up from Building Department)

### **2. January 31, 2020**

- Must have BOP to continue operating
- Enforcement action (operating without a permit) to begin Feb. 1, 2020

# LETTERS TO REGISTERED CULTIVATORS AND ALL OTHER OPERATING BUSINESSES

**OPTION: Request to be removed from the registered cultivators and operating businesses list.**

- City will confirm/monitor that you are not operating
- Will take enforcement actions against businesses operating without a permit (may include criminal prosecution or administrative penalties of \$500/plant, AND denial of BOP application)

**Submit written request to [cannabis@cityofsacramento.org](mailto:cannabis@cityofsacramento.org)**

# SECURITY/CRIME PREVENTION MEASURES

**By Sgt. Matt Young and Sgt. Lewis Pease**

***Sacramento Police Department CPTED Unit***

# STATE PROVISIONAL LICENSES

- Issued to applicants for an Annual license while the application is being processed.
- Valid for ONE year.
- May be renewed but applicant needs to demonstrate progress.

# STATE PROVISIONAL LICENSES

## **Who is eligible?**

- Applicants who previously held a Temp license
  - Local authorization NOT required by BCC and CDPH. CDFA requires a response of “compliant” or “pending”

## **OR**

- Applicants who did not hold a Temp license (AB 97)
  - Local authorization IS required.

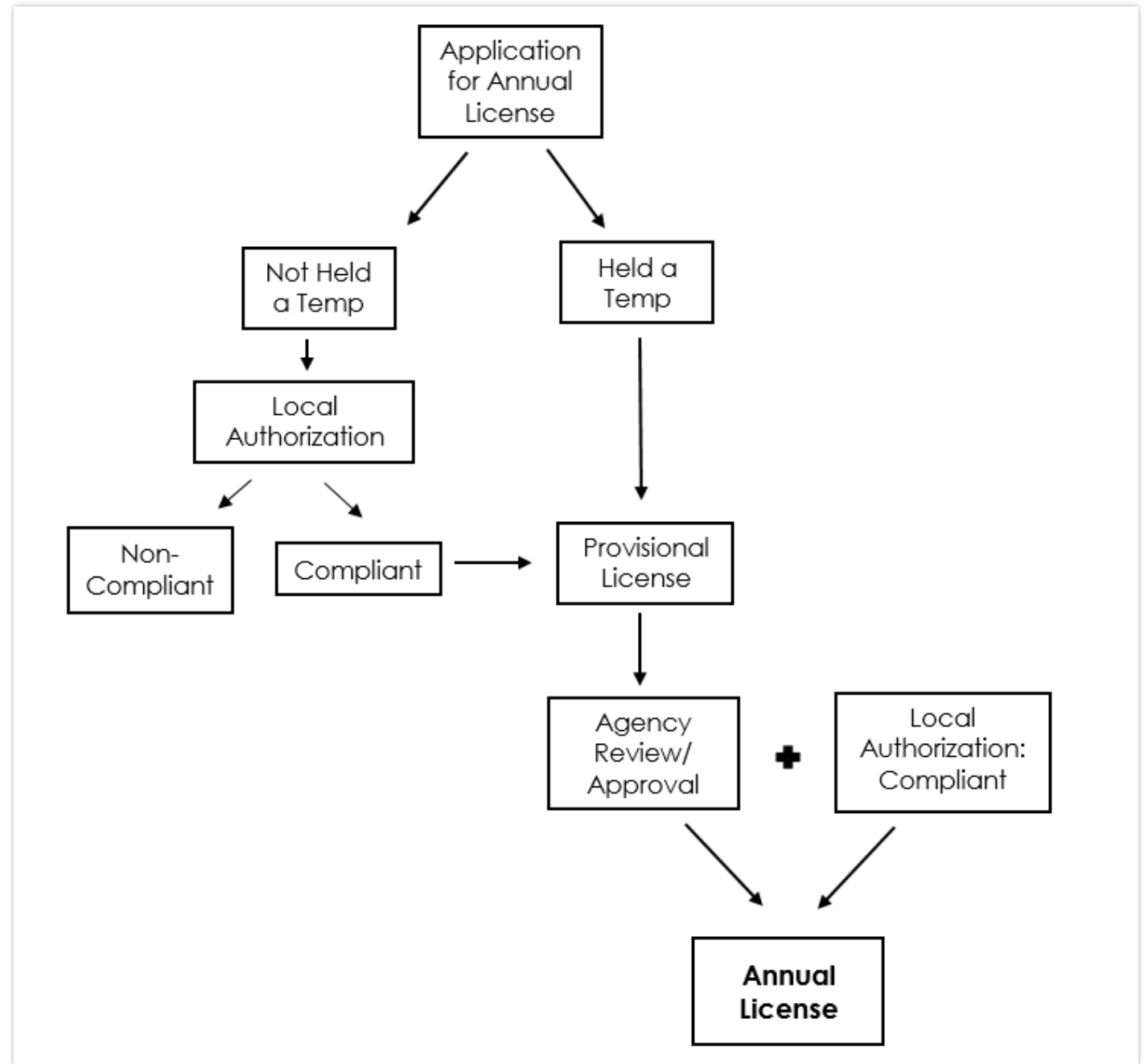
## **AND**

- Have submitted a complete application for an Annual license



# LOCAL AUTHORIZATION PROCESS FOR ANNUAL LICENSE FOR BCC AND CDPH APPLICATIONS

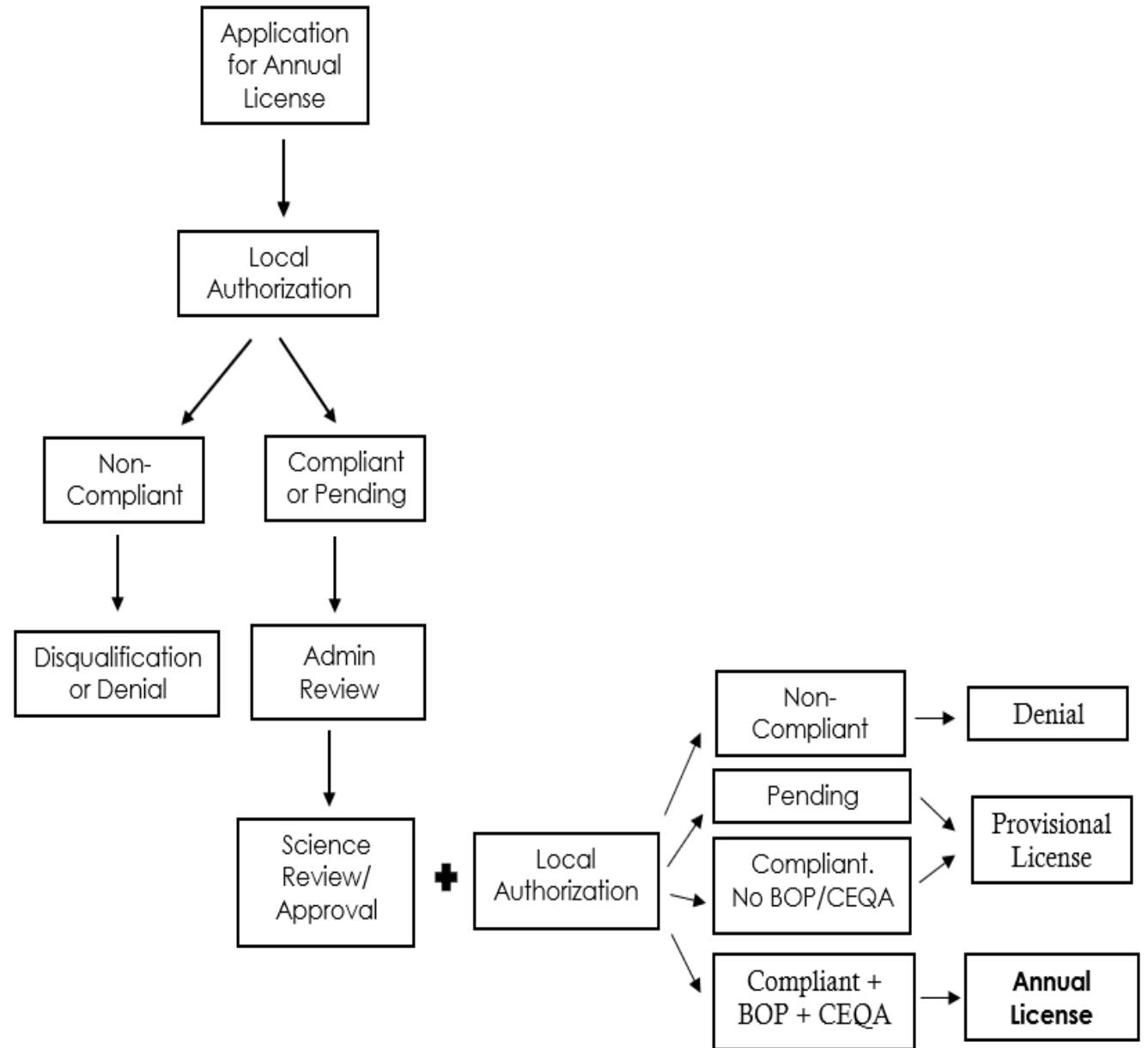
- Retail
- Distribution
- Testing
- Microbusiness
- Manufacturing





# LOCAL AUTHORIZATION PROCESS FOR ANNUAL LICENSE FOR CDFA APPLICATIONS

- Cultivation



# LOCAL AUTHORIZATION RESPONSE OPTIONS

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**BCC & CDPH:** Compliant and Non-Compliant

**CDFA:** Compliant, Non-Compliant, Pending

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**COMPLIANT** – Holds a BOP OR have received their Certificate of Occupancy, Temporary Certificate of Occupancy and in final stages of BOP process.

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**NON-COMPLIANT** – Does not meet the criteria above AND have outstanding Code, Building or Fire violations.

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**PENDING** – Neither compliant nor non-compliant, but moves through City's process diligently. May be subject to Fire and Code inspections depending on stage of build-out.

# LOCAL AUTHORIZATION RESPONSE OPTIONS

**COMPLIANT** – May result in the issuance of a State annual or provisional license (State's discretion).

**NON-COMPLIANT** – May result in a denial of State application.

- Things to consider:
  - If likely to get a non-compliant response, withdraw State application to avoid denial.
  - Do not apply until 60-90 days away from getting CofO.

# LOCAL AUTHORIZATION

## REMINDERS:

- Local authorization is a **NOT** an authorization from the City to operate.
- **Dual licensing** - You cannot operate on State license alone. You need a City BOP!
- The City can change its response and/or revoke any previous local authorization issued at **ANY TIME**, including after a State license has been issued.

# PROPOSED MORATORIUM ON INDUSTRIAL HEMP CULTIVATION

- Farm Bill signed on December 12, 2018 legalized industrial cultivation
- State regs still being drafted
- Requires registration in county where cultivation will take place. Registration fee - \$900
- Sac County has a one-year moratorium. County cannot refuse if there is no local ban or moratorium
- Proposal: One-year moratorium on all types of hemp cultivation in the City (industrial and residential)

# PILOT ARMORED CAR PICKUP PROGRAM

- Armored car service pick up counted and bagged payment directly from the cannabis taxpayer/business
- Reduces risk and saves time of staff transporting cash to City Hall
- Pilot program will be free
- All cash payments over \$5,000 will be required to utilize this service.



# CORE (EQUITY) PROGRAM UPDATE

- First BOP issued to CORE Program applicant on July 29, 2019
- 2 other applicants are in the process
- To apply for the program, please contact:
  - **Sac Grow Green Program** (Sacramento Asian Chamber of Commerce)
    - Call 916-389-7473 or email: [blewis@sacasiancc.org](mailto:blewis@sacasiancc.org)
  - **Sac Green Equity Program** (Greater Sacramento Urban League)
    - Call 916-576-2008 or email: [sacgreenequity@gsul.org](mailto:sacgreenequity@gsul.org)



# UPCOMING MEETINGS:

## 8/8/19 – Planning and Design Commission

### ➤ Volatile Manufacturing

- Delete references to “non-volatile” to allow any type of manufacturing all zones where non-volatile manufacturing is currently allowed, **EXCEPT FOR C2.**

### ➤ Small Manufacturers

- Under \$500,000 in annual gross receipts (currently \$100,000)
- Reference Section 3.08.020 for definition of gross receipts for cannabis manufacturing reporting \$0 gross receipts

# UPCOMING MEETINGS:

## **9/3/19 – Law and Legislation Committee**

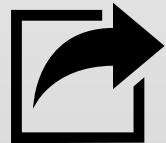
- **Volatile Manufacturing; Small Manufacturers**
- **One-year Moratorium on all types of hemp cultivation**
- **Title 5 Clean-up**
  - Clarification on permit/ownership transfers
  - Expand grounds for denial
  - Remove references to collectives/cooperatives
  - Remove price list, seller's permit, water efficiency plan from BOP application
  - Waste management – destruction must occur on site
  - Add nursery as its own type of cultivation permit
  - Etc. – non-substantive amendments to match State requirements

# QUESTIONS?

## Office of Cannabis Policy & Enforcement



**916-808-8955**



**cannabis@cityofsacramento.org**



**www.cityofsacramento.org/cannabis**