ORDINANCE NO. ORD-17-0030

AN INTERIM ORDINANCE OF THE CITY COUNCIL
OF THE CITY OF LONG BEACH ADOPTED AS AN
URGENCY MEASURE ESTABLISHING A TEMPORARY
ONE HUNDRED AND EIGHTY (180) DAY LIMITATION ON
THE ISSUANCE OF ANY PERMIT, ENTITLEMENT,
LICENSE, APPROVAL, OPERATION, OR ACTIVITY
RELATING TO ADULT USE NON-MEDICAL COMMERCIAL
CANNABIS ACTIVITY IN THE CITY; AND DECLARING
THAT THIS ORDINANCE SHALL TAKE EFFECT
IMMEDIATELY

WHEREAS, the City of Long Beach (the "City") is a municipal corporation and chartered city, duly organized under the Constitution and the laws of the state of California;

WHEREAS, on October 9, 2015, Governor Brown signed Assembly Bill No. 243, Assembly Bill No. 266, and Senate Bill 643 into law, which were collectively known as the Medical Cannabis Regulation and Safety Act (hereinafter "MCRSA"). The MCRSA established a State licensing scheme for commercial medical cannabis uses, while protecting local control by requiring that all such businesses have a local license or permit to operate in addition to a State license. The MCRSA allowed the cities to completely prohibit commercial medical cannabis activities, if cities chose to do so;

WHEREAS, on November 8, 2016, California voters approved the Control, Regulate and Tax Adult Use of Marijuana Act ("AUMA"). The AUMA added Division 10 to the California Business and Professions Code, sections 26000, *et seq.*, which grants State agencies the authority to create, issue, renew, discipline, suspend, or revoke licenses for cannabis businesses. The AUMA provides that the State shall begin issuing

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licenses to cannabis businesses under Division 10 of the California Business and Professions Code by January 1, 2018. California Business and Professions Code section 26055(d) provides that a State licensing authority shall not approve an application for a State license for commercial non-medical cannabis activity if approval of the State license will violate the provisions of any local ordinance;

WHEREAS, on June 27, 2017, the Governor signed into law Senate Bill 94 which repealed the MCRSA, including certain provisions of the MCRSA in the licensing provisions of the AUMA, and created a single regulatory scheme for both medical and non-medical cannabis known as the Medicinal and Adult-Use Cannabis Regulation and Safety Act ("MAUCRSA"). The MAUCRSA retains the provisions in the MCRSA and the AUMA that granted local jurisdictions control over whether commercial cannabis activity can occur in a particular jurisdiction. Specifically, California Business and Professions Code section 26200 provides that the MAUCRSA shall not be interpreted to supersede or limit the authority of a local jurisdiction to adopt and enforce local ordinances that completely prohibit the establishment or operation of one or more businesses licensed under the State, within that local jurisdiction. Furthermore, the MAUCRSA provides that a State licensing authority shall not approve an application for a State license for a business to engage in commercial cannabis activity if approval of the State License will violate the provisions of any local ordinance or regulation. The MAUCRSA requires that a State licensing authority begin issuing licenses to marijuana businesses beginning January 1, 2018. The MAUCRSA also requires that a city provide a copy of its ordinance regarding commercial cannabis activity to the Bureau of Cannabis Control:

WHEREAS, on November 6, 2016, the citizens of Long Beach voted to approve a regulatory ordinance making it legal in certain specified circumstances to own and operate a medical marijuana business in the City of Long Beach with a City issued permit and further requires medical marijuana businesses to be licensed by the State when the State issues licenses beginning in January 2018;

WHEREAS, on September 28, 2017, the City of Long Beach held a public

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lottery to determine which Medical Marijuana Dispensary Business License Applications were eligible to proceed in an application process, resulting in a total of 32 medical marijuana dispensary licenses that could be issued in the City;

WHEREAS, on November 14, 2017, the City Council voted to adopt a minute order requesting the City Attorney to prepare a formal draft ordinance establishing a temporary one hundred and eighty (180) day ban on adult use commercial recreational marijuana ("cannabis") businesses and related activities in the City until such time as the City Council considers and adopts or rejects a regulatory ordinance relating to the licensing, cultivation, manufacture, distribution, delivery, and laboratory testing of such adult use recreational marijuana;

WHEREAS, the City does not currently have any express regulatory provisions in place prohibiting or regulating non-medical marijuana dispensaries, nonmedical marijuana commercial operations or businesses, or the cultivation or processing of non-medical marijuana, and the City needs sufficient time to consider and review policy considerations and potential impacts to land uses and time to enact comprehensive regulations related to non-medical marijuana (i.e., recreational) to preserve the health, safety and welfare of the City's residents and businesses.

NOW, THEREFORE, The City Council of the City of Long Beach ordains as follows:

The above recitals and findings are true and correct and are Section 1. hereby adopted as "findings" and the City Council further finds this Ordinance is necessary for the immediate preservation of the public health, safety and welfare.

Section 2. Findings and Declaration of Urgency. The City Council of the City of Long Beach hereby finds and declares that there is a need to enact an Urgency Ordinance as permitted by City Charter Section 211 establishing an interim use moratorium (i.e., temporary ban) on all new or illegally existing non-medical commercial cannabis activities in the City, subject to the findings, provisions and conditions contained

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in this Ordinance. If new, or already illegally existing, non-medical commercial cannabis businesses or activities are permitted to exist in the City during the interim study period it is likely to create a burden on scarce City resources, including public safety resources, thereby reducing the quality of life within the City's neighborhoods. Based on the foregoing, the City Council does hereby declare that this Urgency Ordinance is necessary to protect the public health, safety, and welfare while the City further studies this complicated issue and considers the adoption or rejection of a regulatory ordinance governing non-medical commercial cannabis businesses or activities in the City.

Section 3. Adoption as Urgency Interim Ordinance. This ordinance is adopted as an urgency ordinance pursuant to the provisions of Section 211 of the Charter of the City of Long Beach, and shall be effective immediately upon its adoption. Based on the findings set forth herein, the City Council finds and determines that the adoption of this ordinance as an urgency ordinance is necessary for the immediate preservation of the public peace, health or safety pursuant to the requirements of Charter Section 211, and is necessary to protect the public safety, health, and welfare of the residents and businesses residing and operating within the City.

Section 4. Temporary Moratorium. The City Council hereby declares a moratorium commencing on the effective date of this ordinance and continuing for a period of one hundred and eighty (180) days, through and including, June 18, 2018. During the period of the moratorium the City shall not accept or process any application or permit whatsoever that would lead to the entitlement or establishment of a non-medical commercial cannabis business or activity in the City; nor shall any such activity exist or operate in the City during the interim period. For the purposes of this Ordinance, the term "non-medical commercial cannabis businesses or activity" shall include, but not be limited to, whether or not for profit, the cultivation, possession, manufacture, distribution, processing, storing, laboratory testing, packaging, labeling, transportation, delivery or sale of non-medical (i.e., "recreational) cannabis or non-medical cannabis product, including concentrated non-medical cannabis or edible non-medical cannabis products

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and includes the activities of any business licensed by the State or other government entity under the provisions of MAUCRSA, including those businesses or operations authorized by Division 10 of the California Business and Professions Code, or any other provision of State law that regulates the licensing of non-medical cannabis businesses or products. During the interim study period, a property owner shall not rent to, lease to, or otherwise permit or allow any person or business to engage in any non-medical commercial cannabis business or activity at the real property, nor shall the property owner engage in any such non-medical commercial cannabis business or activity on the real property.

Exemptions. This temporary moratorium shall not apply to Section 5. any activity or business regulated, or lawfully operating pursuant to, the provisions of Chapter 5.90 of the Municipal Code, however, this exemption explicitly does not permit any such business to engage in any non-medical commercial cannabis business or activity whatsoever during the interim study period.

Section 6. Studies. City staff and the City Attorney's office shall commence or continue any studies they may deem necessary and appropriate to make a recommendation to the City Council regarding the structuring of necessary regulatory controls over the location and operation of non-medical commercial cannabis business or activities in the City and endeavor to draft a regulatory ordinance that will adequately serve the City and its residents and businesses.

CEQA. The City Council hereby finds, in the exercise of its Section 7. independent judgment and analysis, that this ordinance is exempt from the California Environmental Quality Act of 1970 ("CEQA"), as amended, because it can be seen with certainty that this urgency ordinance has no likelihood of causing a significant negative effect on the environment and accordingly both the City Council's action of adopting this ordinance and the effects derivative from that adoption are exempt from the application of CEQA, pursuant to Section 15061(b)(3) of the State CEQA Guidelines (14 Cal. Code Regs. § 15061(b)(3)). The City Council further finds, in the exercise of its independent

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judgment and analysis, that the adoption of this urgency ordinance is exempt from CEQA, pursuant to Section 15060(c)(2) of the State CEQA Guidelines (14 Cal. Code Regs. § 15060(c)(2), because it will not result in a direct or reasonably foreseeable indirect physical change in the environment. These findings are premised on the fact that the adoption of this urgency interim ordinance will maintain the current environmental conditions arising from the current regulatory structure as adopted by the City without change or alteration

Section 8. Severability. If any section, subsection, subdivision, sentence, clause, phrase, or portion of this ordinance or the application thereof to any person or place, is for any reason held to be invalid or unconstitutional by the decision of any court of competent jurisdiction, such decision shall not affect the validity of the remainder of this ordinance. The City Council hereby declares that it would have adopted this ordinance, and each section, subsection, subdivision, sentence, clause, phrase, or portion thereof, irrespective of the fact that any one or more sections, subsections, subdivisions, sentences, clauses, phrases, or portions thereof be declared invalid or unconstitutitional.

Section 9. This ordinance is an emergency ordinance duly adopted by the City Council on December 19, 2017 by a vote of at least five (5) of its members and shall take effect immediately. The City Clerk shall certify to a separate roll call and vote on the question of the emergency of this ordinance and to its passage by the vote of five members of the City Council of the City of Long Beach, and cause the same to be posted in three conspicuous places in the City of Long Beach.

Section 10. This ordinance shall also be adopted by the City Council as a regular ordinance, to the end that in the event of any defect or invalidity in connection with the adoption of this ordinance as an emergency ordinance, the same shall, nevertheless, be and become effective on the thirty-first day after it is approved by the Mayor.

Section 11. The City Clerk shall certify to the passage of this ordinance by

1	the City Council of the City of Long Beach and shall cause the same to be posted in three		
2	(3) conspicuous places in the City of Long Beach.		
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4	I hereby certify that on a separate roll call and vote which was taken by the		
5	City Council of the City of Long Beach upon the question of emergency of this ordinance		
6	at its meeting of	December 19,	2017, the ordinance was declared to be an
7	emergency by the following vote:		
8	Ayes:	Councilmembers:	Gonzalez, Pearce, Price, Supernaw,
9			Mungo, Andrews, Uranga, Austin,
10			Richardson.
11	Noes:	Councilmembers:	None.
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13	Absent:	Councilmembers:	None.
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16	I further certify that thereafter, at the same meeting, upon a roll call and		
17	vote on adoption of the ordinance, it was adopted by the City Council of the City of Long		
18	Beach by the following vote:		
19	Ayes:	Councilmembers:	Gonzalez, Pearce, Price, Supernaw,
20			Mungo, Andrews, Uranga, Austin,
21			Richardson.
22	Noes:	Councilmembers:	None.
23			
24	Absent:	Councilmembers:	None.
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OFFICE OF THE CITY ATTORNEY CHARLES PARKIN, City Attorney 333 West Ocean Boulevard, 11th Floor Long Beach, CA 90802-4664

I further hereby certify that the foregoing ordinance was adopted on final

AFFIDAVIT OF POSTING

STATE OF CALIFORNIA) ss COUNTY OF LOS ANGELES) CITY OF LONG BEACH)

Karen Moore being duly sworn says: That I am employed in the Office of the City Clerk of the City of Long Beach; that on the 20th day of December, 2017, I posted three true and correct copies of Emergency Ordinance No. ORD-17-0030 in three conspicuous places in the City of Long Beach, to wit: One of said copies in the entrance lobby of City Hall in front of the Information Desk; one of said copies in the Main Library; and one of said copies on the front counter of the Office of the City Clerk.

Subscribed and sworn to before me This 20th day of December, 2017.

CITY CLERK

AFFIDAVIT OF POSTING

STATE OF CALIFORNIA) ss COUNTY OF LOS ANGELES) CITY OF LONG BEACH)

Karen Baldwin being duly sworn says: That I am employed in the Office of the City Clerk of the City of Long Beach; that on the 11th day of January, 2018, I posted three true and correct copies of Ordinance No. ORD-17-0030 in three conspicuous places in the City of Long Beach, to wit: One of said copies in the entrance lobby of City Hall in front of the Information Desk; one of said copies in the Main Library; and one of said copies on the front counter of the Office of the City Clerk.

Subscribed and sworn to before me This 11th day of January, 2018.

CITYCLERK