

# Adult-Use Marijuana Businesses

Presented to the City Council Tuesday, November 14, 2017

### Long Beach Update

- > Pending medical marijuana applications
  - o 32 Dispensaries
  - o 43 Cultivators
  - o 23 Manufacturers
  - o 8 Distributors
  - o <u>2 Testing Laboratories</u>
  - o 108 Total

#### California Marijuana Laws

- Medicinal and Adult-Use Cannabis Regulation and Safety Act (MAUCRSA)
  - o State will issue licenses beginning January 1, 2018
  - o Medical <u>and</u> adult-use marijuana businesses
  - o Grants local control to regulate or ban commercial marijuana activity

#### Long Beach Marijuana Laws

- Medical Marijuana Businesses
  - Ballot Measures MM and MA
- ➤ Adult-Use Marijuana Businesses
  - o No formal position yet taken by City
  - o Implicit ban through permissive zoning laws
  - o Reliance on permissive zoning open to challenges
- City at risk of losing local control over the adult-use marijuana industry

#### Options for Commercial Adult-Use

➤ Option #1 - Ban commercial adult-use marijuana

#### <u>OR</u>

➤ Option #2 - Legalize and regulate commercial adult-use marijuana

### Option #2 – Legalize & Regulate

- City Manager develop recommendations to appropriately regulate adult-use marijuana businesses in Long Beach
  - o Industry changing rapidly
  - o Department staff have developed policy expertise
- City Attorney draft ordinance to allow, license and regulate adult-use marijuana businesses in Long Beach
  - o Laws have changed under MAUCRSA
  - o State draft regulations scheduled for release end-of-year
- City Attorney draft urgency ordinance to establish temporary hold

#### Key Policy Issues

- Number of dispensaries
  - o Maintain current cap of 32 total
- > Co-located medical and adult use dispensaries
  - o Require medical and adult use co-location on the same premises
- > Where businesses may locate
  - o Revisit zoning requirements

# Key Policy Issues (cont'd)

- Non-dispensary medical businesses converting to adult-use
  - o Create expedited application process for existing medical marijuana facilities to convert to adult use
- > Discretionary review of applications
  - o Develop process that allows for public input

# Timing

#### > December 2017

- o Option #1 Ordinance to explicitly ban commercial adult-use
- Option #2 Ordinance to place 180-day temporary hold on commercial adult-use

#### > January 2018

o State begins issuing licenses for adult-use marijuana businesses

#### > June 2018

- o Submit draft Ordinance to legalize and regulate commercial adult-use
- o Present impact report to City Council on commercial adult-use
- o City Council provide further input on adult-use Ordinance

#### Questions/Comments