Development Services Department Update on Cannabis Permitting

PLANNING COMMISSION September 26, 2019





Staff Team

- PJ FitzGerald, Asst. Deputy Director, Project Submittal & Management
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- Tyler Sherer, Associate Planner, Land Development Review
- Kyle Goossens, Associate Planner, Land Development Review
- Morris Dye, Program Manager, Code Enforcement
- Denney Bryan, Zoning Investigator, Code Enforcement





- 1996: Proposition 215 (Compassionate Use Act)
- 2003: California Senate Bill 420 (Medical Marijuana Program Act)
- 2014: City of San Diego adopts MMCC zoning regulations
- 2016: Proposition 64 (Adult Use Of Marijuana Act)
- 2017: City of San Diego
 - Marijuana Outlets (MOs), Marijuana Production Facilities (MPFs)



State Agencies







FOOD & AGRICULTURE

Bureau of Cannabis Control

- Licensing
- Dispensaries
- Transportation
- Distributors
- Testing

Manufactured Cannabis Safety Branch

• Manufacturing

CalCannabis Cultivation Licensing

• Cultivation

How Are They Regulated?

SDMC Chapter 4

- Marijuana Outlets and Marijuana Production Facilities defined
- Operational Permit required (valid one year)
- No customer/employee under 21, medical 18
- Regulatory Actions (warning, NOV, suspension)
- Delivery only allowed by licensed facilities

SDMC Marijuana Uses:

- Marijuana Outlets
- Marijuana Production Facilities
- Marijuana Testing Facilities



How Are They Regulated?

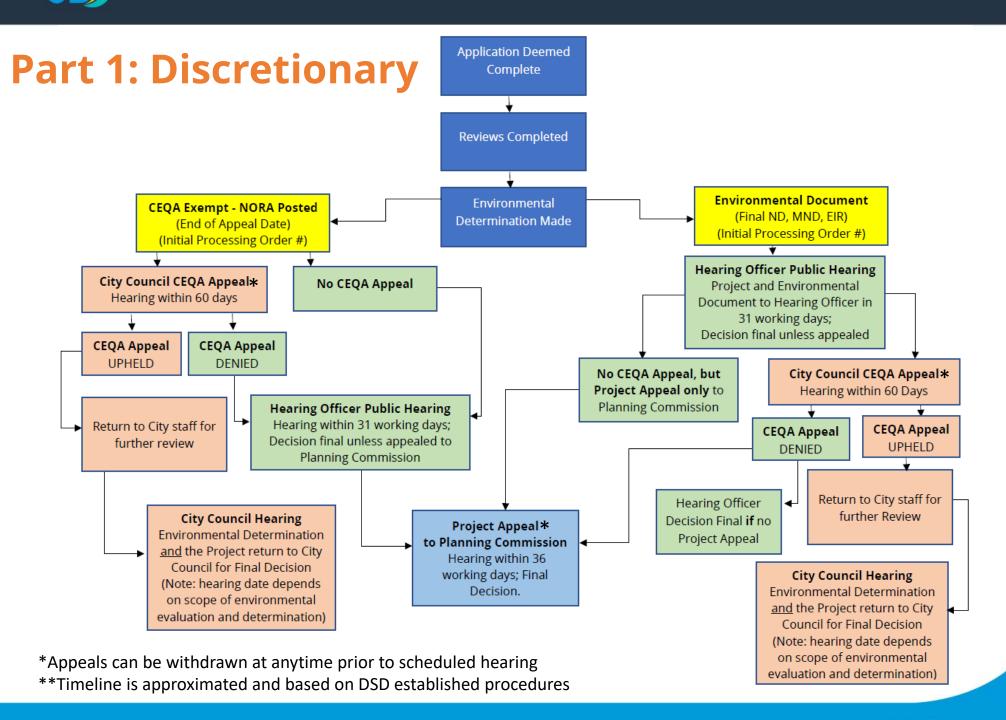
Conditional Use Permit - Process 3 (Hearing Officer)

- Public hearing public notice/local community input
- CEQA review; determinations appealable to the City Council
- HO decision appealable to Planning Commission

Time Extensions

- 5 year increments
- Process 2, appealable to Planning Commission
- Changes in circumstances not a factor

Development Services Department



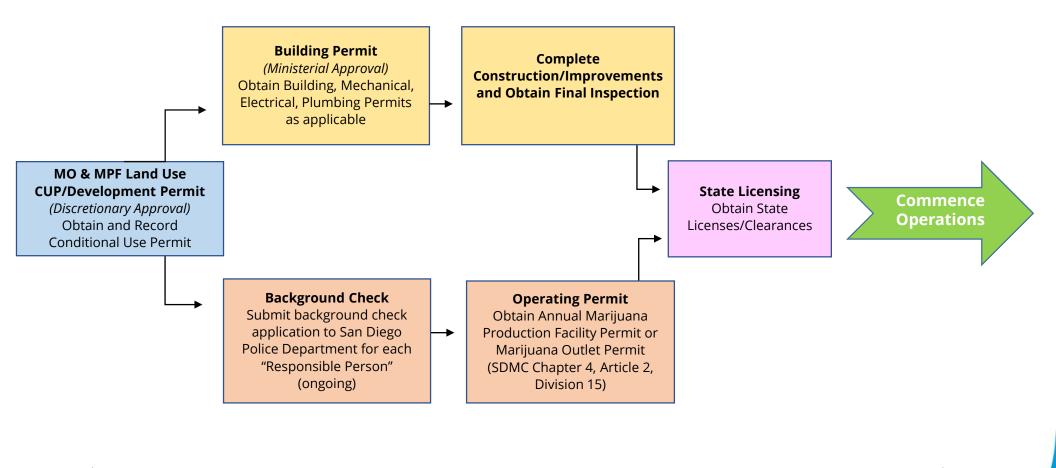


Current Stats

CUPS	MMCC/MO	MPF	TOTAL
Applications Submitted	69	82	151
Applications Approved	24	40	64
Applications Denied	15	8	23
Applications Withdrawn	23	32	55
Applications Pending	7	2	9
Environmental Determinations	45	52	97
CEQA Appeals	24	14	38
Project Appeals	44	12	56
Public Hearings	110	76	186

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Part 2: Ministerial



ON-GOING COORDINATION WITH OTHER STATE, COUNTY & CITY AGENCIES



MO/MMCC Per Council District

36 allowed City-wide, 4 per CD

Approved MO = 9 Approved MMCC = 14 Total Approved Square Feet= 62,823

	APPROVED	PENDING
CD 1	3	1
CD 2	4	0
CD 3	2	0
CD 4	1	0
CD 5	0	1
CD 6	4	1
CD 7	4	1
CD 8	4	1
CD 9	1	2
TOTAL	23	7



MPFs Per Council District

40 allowed City-wide Approved MPF = 40 Total Approved Square Feet = 654,777

Cultivation only: 1 Manufacturing only: 18 Cultivation + Manufacturing: 21

	APPROVED	Pending
CD 1	3	0
CD 2	2	1
CD 3	0	0
CD 4	0	0
CD 5	0	0
CD 6	22	1
CD 7	0	0
CD 8	12	0
CD 9	1	0
TOTAL	40	2



MPFs with BTC and ZUC

- 33 approved
- 9 obtained CUPs
- Expire: October 17, 2019
- 24 must cease operations



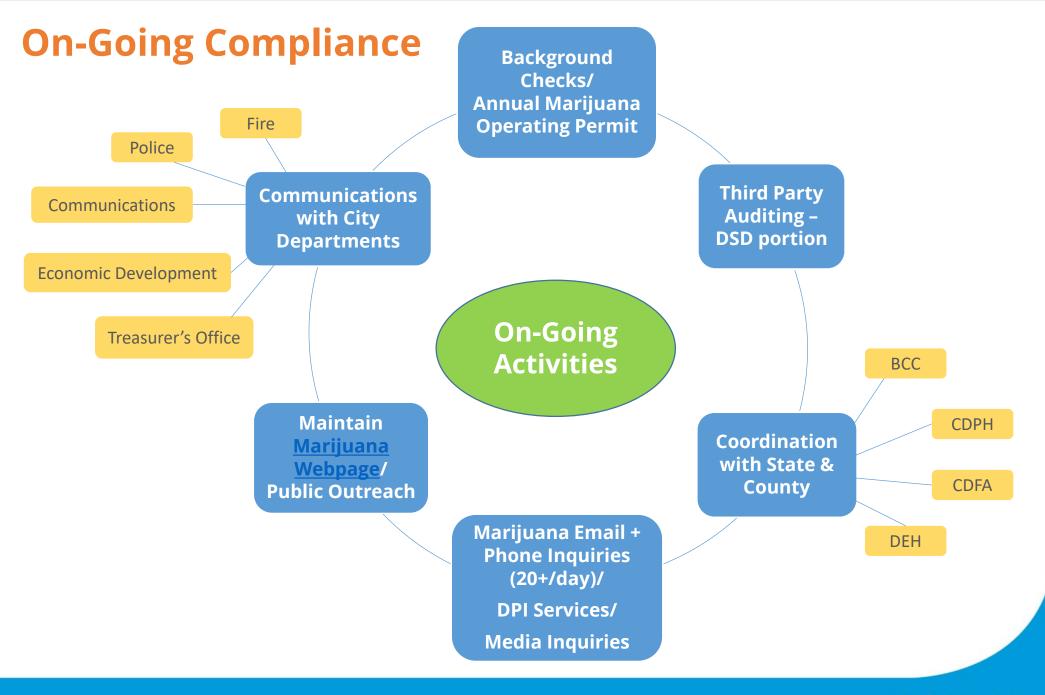


Allowed Signage

- MO Primary Sign name of the business containing only alphabetic characters, maximum two colors
 ✓ SDMC 142.1220
 - ✓ Calculated by street frontage and width of street
- **MO Secondary Signs -** compliance with City-wide <u>sign regulations</u>
 - ✓ Not to exceed 30 percent of window area
 - ✓ Letters may not be greater than 6 inches in average height
 - ✓ Logos may not exceed 16 inches in any dimension
- No primary signs for MPFs
- Billboards are regulated by the State



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Code Amendments – 12th Update (Phase 2)

- Cannabis-related items are being considered
- Planning Department targeting late October 2019





On The Horizon

- MMCC CUP Amendments
- Monitoring State regulatory changes
- Removing/Modifying cap
- Consumption Lounges
- Delivery Businesses
- Infused Food/Beverages
- Special Events Permits
- Evaluating Other Cities
- Fee Revisions
- Centralized City Bureau





Cannabis Outreach/Tools

DSD Marijuana/Cannabis Website

- Regulations for MOs, MPFs, and Testing Facilities
- Monthly updates on approved facilities/pending applications
- Information Bulletins 170 and 171
 - ✓ process, submittal requirements and fees.
- Established email account for inquiries:
 - ✓ <u>DSD_Marijuanainfo@sandiego.gov</u>



Observations/Reflections

- Lottery system for submittal worked better than 1st come, 1st served
- On-going Policy and Code discussions
- State regulations/process continually changes
- Working partnerships with State and County
- Administrative process worked = parity/fair process
- Business regulations beyond DSD
- Need resources (staff, revenue source for operations)



Resources



Marijuana/Cannabis Information

City of San Diego DSD Marijuana/Cannabis Information



State of California http://calcannabis.cdfa.ca.gov