



Coffee & Legislation

A Review of San Francisco's Trailing Cannabis Legislation

October 18, 2018

Hosted by Menaka Mahajan

Intro & Outline

- Good morning stretch & greetings
- What we will & what we won't do on this call
- Accompanying documents

Outline

- Review highlights of trailing legislation
 - Sections cited from Police Code unless otherwise noted
- Discussion
- Next Steps
- Announcements

Acronyms

BOS	SF Board of Supervisors
CUA	Compassionate Use Act of 1996
EA	Equity Applicant
EI	Equity Incubator
EO	Equity Operator
MCD	Medical Cannabis Dispensary
OOC	Office of Cannabis
PECO	Pre-Existing Conforming Operator
PENCO	Pre-Existing Non-Conforming Operator
SFDPH	San Francisco Department of Public Health

Temporary Permits

- Temporary Permits
 - 120-day permit extensions
 - Continued through 2019

*Remember: you must have a temporary state license + local permit by 12/31/18 in order to apply for provisionals.

Processing Priority Order

Current

1. Equity Applicant
2. Equity Incubator
3. CUA-compliant before 9/1/16 (PECOs)
4. Committed to providing community benefits
5. All others

Proposed

1. Equity Applicant
2. Equity Incubator
3. Shut down by federal government; PENCOs
4. CUA-compliant before 9/1/16 (PECOs)
5. Committed to providing community benefits
6. All others

Change in Ownership

Permit amendment to be required when:

- EA's ownership interest decreases
- EA's leadership role changes

Note: BOS also expected to deliberate re: ownership percentage level that triggers permit amendment.

Equity Incubation

Rent-free commercial space

Onsite: $\geq 10\%$ of EI sq ft
Offsite: ≥ 800 sq ft
(whichever is greater)



Security services



Community outreach
services



Good Neighbor Policy
compliance support

OR

Technical Assistance

Enumerated value of services \geq
10% of EI's premises rent or
rental value



Cost of security services at
EI's premises



Community outreach
services*



Good Neighbor Policy
compliance support*

*request clarification

Retail Limits

- Storefront
 - SF's medicinal limits aligned with state's
 - 8 oz cannabis or 12 immature plants
- Delivery
 - SF's medicinal limits aligned with state's
 - 8 oz cannabis or 12 immature plants
 - \$3,000 limit

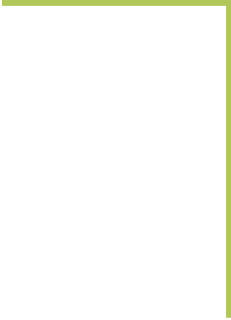
Other changes

- Ownership definitions (1602)
- Loss of lease (1606)
- Permit application information & noticing (1609)
- Controller's report (1613)
- Compliance regardless of current operations (1618)
- Opaque child resistant delivery receptacle (1622)
- Microbusiness activities (1627)
- Article 33 Sunset extended to 12/31/19 (SFHC 3322)



Discussion





Q & A
with
Office of Cannabis

What's next?

- Submit comments
 - to OOC by Friday COB, and/or
 - to Rules (by early next week)
- Rules Committee on 10/24
 - substantive amendments anticipated → back to Rules (est. special meeting on 10/31)
- Full BOS
 - 1st Reading: 11/13 (est.)
 - 2nd Reading: 11/27 (est.)

Other announcements

- SFDPH on-site consumption regulations
 - Public comment ends 10/21/18
- State regs on the way this week or next
 - CTRL+R
 - 15 day public comment period; focus on the latest changes



Thank you for attending
Coffee & Legislation!

Enjoy the rest of your week!