



# SAN FRANCISCO CANNABIS STATE LEGALIZATION TASK FORCE

## FULL MEETING : YEAR II PLANNING AND CANNABIS LEGALIZATION DISCUSSION

Meeting 1

February 8, 2017

# **Agenda Item 1:**

## **Welcome, Agenda Review and Announcements**

# **Agenda Item 2:**

# **Year II Workplan**

# Year II Task Force Workplan: Considerations and Topics

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## CONSIDERATIONS

- ❑ **Prioritize Licensing**
- ❑ **Incorporate intersection between Licensing and other topics**
- ❑ **Allow for sufficient consideration of other topics outside of Licensing**
- ❑ **Present recommendations to BOS more often**
- ❑ **More time/meetings**

## TOPICS

- ❑ **Non Retail Licensing**
- ❑ **Retail Licensing**
- ❑ **Licensing**
- ❑ **Land Use**
- ❑ **Social Justice and Workforce Development**
- ❑ **Tourism/Hospitality**

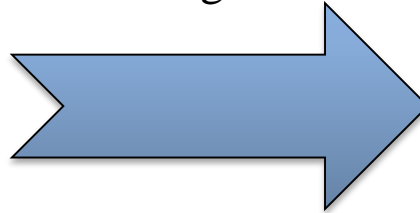
# Year II Meeting Structure

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## **INFORMATION**

1. Year I Draft Recommendations
2. Issue Brief and Research
3. Spotlight Panel
4. Personal experiences and knowledge

Recommendation  
Drafting Tools



## **DRAFT RECOMMENDATIONS**

1. Workgroup discussions
2. Consensus-building

Year II Schedule update: Bimonthly meetings in February and March only

**Agenda Item 3:**

**Cannabis Landscape – Issue Brief  
Presentation and Discussion**

# Cannabis Legalization Landscape and California State Regulatory and Legislative Updates

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## **Issue Brief**

### **I. National Cannabis Landscape**

### **II. Research Updates to Year I Report**

- ▣ **State Implementation Updates**
- ▣ **Public Safety and Social Environment**
- ▣ **Land Use and Social Justice**
- ▣ **Regulation and City Agency Framework**

### **III. California State Regulatory and Legislative Cannabis Updates**

# I. National Cannabis Landscape

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- ❑ **2016 State Election Update**
  - ❑ Four states passed ballot measures legalizing adult use cannabis
- ❑ **Future States Exploring and/or Preparing for Cannabis Legalization**
  - ❑ Nine states have introduced legislation to legalize adult use cannabis
- ❑ **Potential Impact of the New Presidential Administration**
  - ❑ Department of Justice's approach to cannabis law enforcement priorities may change
- ❑ **Federal Banking Rules**
  - ❑ Attempts are underway to change federal cannabis policy to permit banking access
  - ❑ Cannabis industry access to banking services may address public safety and tax compliance concerns in states where cannabis is legalized



# II. Research Updates to Year I Report: Public Safety and Social Environment

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- ❑ **Road Safety and Driving Under the Influence (DUI)**
  - ❑ Mixed research findings: Cannabis use may impair safe driving functions, but legalization of medical cannabis also associated with a decrease in traffic fatalities
  - ❑ Further research is needed to understand impacts of adult use cannabis legalization on risk of motor vehicle injuries
- ❑ **Youth Access and Exposure**
  - ❑ Adult use cannabis legalization may be associated with an increase in pediatric cannabis exposures
  - ❑ Research from Colorado and Washington among youth post- adult use legalization indicate generally stable cannabis use trends, with a general decrease in perception of risk in that population

# II. Research Updates to Year I Report: Land Use and Social Justice

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- ❑ **Social Justice**
  - ❑ Colorado: Governor Hickenlooper introduced a proposal to allocate cannabis tax revenue towards building affordable housing and reducing homelessness

# II. Research Updates to Year I Report: Regulation and City Agency Framework

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## ❑ **Licensing**

- ❑ Portland, Oregon: passed an ordinance to permit delivery-only adult use cannabis businesses.
- ❑ Colorado: may reduce the number of plants allowed in private homes and make other adjustments to its licensing structure to constrain the illicit market

## ❑ **Taxation and Revenue**

- ❑ Colorado: Governor Hickenlooper proposed an increase in the sales tax on retail sales of adult use cannabis to fund educational goals

# III. California State Regulatory and Legislative Cannabis Updates

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- ❑ **State Regulatory Updates**
  - ❑ Governor Jerry Brown's budget proposal for the 2017-2018 budget year allocated \$52.2 million for State regulation of adult and medical use cannabis
  - ❑ The Bureau of Medical Cannabis Regulation is in the process of crafting regulations

# III. California State Regulatory and Legislative Cannabis Updates

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## ❑ **Public Safety and Social Environment**

### Public Safety

- ❑ SB 65: clarifies that the consumption of cannabis while operating a vehicle is illegal
- ❑ AB 175: requires review of packaging for adult use cannabis

### Social Environment

- ❑ AB 76: prohibits marketing of adult use cannabis to children
- ❑ Cannabis Banking Working Group to develop recommendations to open access to the banking system to cannabis-related industries

# III. California State Regulatory and Legislative Cannabis Updates

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## □ **Regulation and City Agency Framework**

### Licensing

- AB 64: medical and adult use cannabis regulation and advertising
- AB 171: requires reporting to include conditional licenses issued
- AB 238: regulates medical cannabis employment
- Humboldt County pilot track and trace system

### Taxation and Revenue

- SB 148: increases the number of locations that accept cash tax and fee payments from cannabis businesses

# III. California State Regulatory and Legislative Cannabis Updates

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- ❑ **San Francisco Mayoral Executive Directive**
  - ❑ Mayor Lee has directed the Departments of Planning and Public Health to draft ordinances to address land use, local licensing, safety, and youth access as they pertain to the legalization of adult use cannabis

# **Agenda Item 4:**

## **10-min break**



# **Agenda Item 5:**

## **Non-Retail Regulation Discussion**

# **Agenda Item 6:**

# **Public Comment**

# Agenda Item 7:

## Wrap-up and Next Steps

### NEXT MEETING

DATE	TIME	LOCATION
<b>February 22, 2017 Full Meeting – Non Retail Licensing</b>	<b>1PM – 4PM</b>	<b>1 South Van Ness Avenue, Atrium Conference Room - 2nd Floor, San Francisco, CA 94102</b>