SAN FRANCISCO CANNABIS STATE LEGALIZATION TASK FORCE

FULL MEETING:
FINALIZE RECOMMENDATIONS AND DISCUSS REGULATION AND CITY AGENCY FRAMEWORK

Meeting 8  September 14, 2016
Agenda Item 1:
Welcome, Agenda Review and Announcements
Agenda Item 2:

Group Discussion: Preliminary Social Justice & Tourism Recommendations
Agenda Item 3:

Group Discussion: Preliminary Land Use Recommendations
Agenda Item 4:

10-min break
Agenda Item 5:

Presentation

Regulation and City Agency Framework Considerations
Cannabis Task Force

Established by BOS via Ordinance 115-15

Purpose

Advise policymakers on matters relating to the potential legalization of cannabis in California
Task Force Meeting Topics – YEAR 1

- Public Safety and Social Environment
- Land Use, Social Justice & Tourism
- Regulation and City Agency Framework
Regulation and City Agency Framework

- **September 14: INFORMATION SHARING**
  - Spotlight Panel + Discussion

- **October 12: DRAFT RECOMMENDATIONS**
  - Small work groups draft recommendations
  - Large group discussion of draft recommendations

- **November 9: FINALIZE RECOMMENDATIONS**
  - Review recommendations from all topic areas
Regulation and City Agency Framework

Issue Brief

- Adult Use Licensing
- Agency Regulation and Oversight
- Taxation and Revenue
- Data Collection and Monitoring
Adult Use Licensing

- **Regulatory Considerations and Policy Goals**
  - Licensing as a framework for effectively monitoring the market
  - Consider workforce licensing

- **Experiences from Denver, CO and Seattle, WA**
  - Denver: Rapid growth → caps on retailers and cultivators
  - Seattle: Initial cap on retailers expanded as medical cannabis merged

- **AUMA Approach**
  - 19 state licenses and local control to establish license process
  - Licensing opportunities/provisions
Agency Regulation and Oversight

- **Regulatory Considerations and Policy Goals**
  - Organized, consistent, flexible, with contributions from many stakeholders
  - Relationship between the medical and adult use markets

- **Experiences from Denver, CO and Seattle, WA**
  - Similar structures: primary oversight entity and supporting agencies
  - Both operate track and trace systems

- **AUMA Approach**
  - State-level regulation involving multiple agencies
  - Local jurisdictions may develop additional regulations and standards
  - Track and trace system to monitor every step in the supply chain
Regulatory Considerations and Policy Goals
- Identify the goals of taxation and revenue allocation
- Relationship to medical cannabis and illicit market

Experiences from Denver, CO and Seattle, WA
- Combination of sales, excise, and gross receipts taxes
- Revenues support the general fund for evolving priorities

AUMA Approach
- Cultivation tax + retail excise tax
- Localities can establish tax/fee structures – must follow local process
- Revenues fund administration, youth, research, education, enforcement, etc.
Data Collection and Monitoring

- Regulatory Considerations and Policy Goals
  - Necessary to evaluate the impact of policies and regulations
  - Variety of research tools, information, and dedicated funding

- Experiences from Denver, CO and Seattle, WA
  - Common indicators: number, types, and locations of licensees; crime statistics; usage rates, especially among youth; and sales and tax revenue.

- AUMA Approach
  - Funding to public universities for research and evaluation
  - Topic areas: public health and health care costs, drug usage and treatment, effectiveness of public safety measures, and revenues/costs
Meeting Structure

INFORMATION

1. Issue Brief and Research
2. Spotlight Panel
3. Personal experiences and knowledge

DRAFT RECOMMENDATIONS

1. Workgroup discussions
2. Consensus-building
Agenda Item 6:

Spotlight Panel
Spotlight Panel

Sarah Shrader

Public Policy and City Agency Interaction
Spotlight Panel

Thea Selby

Adult Use Regulations: Business Perspective
Spotlight Panel

Paul Zarefsky and Anne Pearson
Deputy City Attorneys, San Francisco City Attorney’s Office

Regulatory Structures within the City Agency Framework
Agenda Item 7:

Guided Group Discussion
Regulation and City Agency Framework
Agenda Item 8:

Public Comment
Agenda Item 9:

Wrap-up and Next Steps

NEXT MEETING

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<td>1PM – 4PM</td>
<td>25 Van Ness Avenue – Room 610 San Francisco, CA 94102</td>
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