



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

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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

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□ **Public Safety and Social Environment**



□ **Land Use, Social Justice & Tourism**



□ **Regulation and City Agency Framework**

Regulation and City Agency Framework

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- **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

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Issue Brief

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

Adult Use Licensing

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- ❑ **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

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- ❑ **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

Taxation and Revenue

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- ❑ **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

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- ❑ **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

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INFORMATION

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

Documents A - D



DRAFT RECOMMENDATIONS

1. Workgroup discussions
2. Consensus-building

Agenda Item 6:

Spotlight Panel

Spotlight Panel

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Sarah Shrader

Public Policy and City Agency Interaction

Spotlight Panel

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Thea Selby

**Adult Use Regulations: Business
Perspective**

Spotlight Panel

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**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

DATE	TIME	LOCATION
October 12, 2016 Full Meeting - Draft Recommendations Regulation and City Agency Framework	1PM – 4PM	25 Van Ness Avenue – Room 610 San Francisco, CA 94102