



*County of San Benito*  
Cannabis Policy Discussion



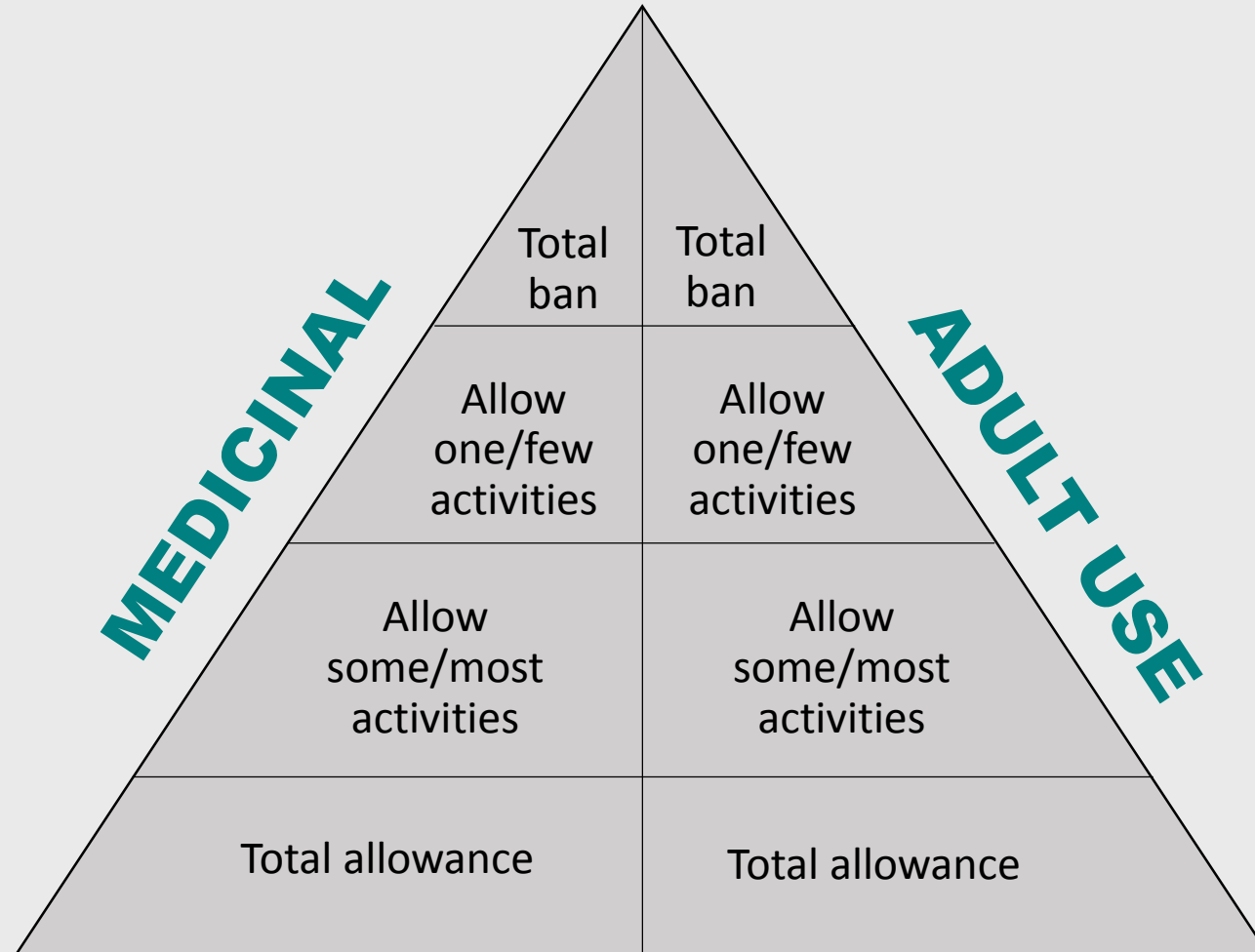
San Benito County  
Cannabis Regulatory  
Ordinance  
Chapter 7.02  
Proposed  
Updates



## CATEGORIES OF USE

	MEDICINAL	ADULT-USE
Cultivation	YES / NO	YES / NO
Manufacturing	YES / NO	YES / NO
Testing (Quality Control)	YES / NO	YES / NO
Retailer/Non-Store Front Retailer (Dispensary/Delivery Services)	YES / NO	YES / NO
Distribution Facility	YES / NO	YES / NO
Microbusiness	YES / NO	YES / NO

# NUMBER OF PERMITS ALLOWED



The County Ordinance will expressly protect local licensing practices, zoning ordinance, and local actions taken under police powers

Time

Place

Manner

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**STAFF WILL RETURN WITH A DRAFTED  
ORDINANCE ADDRESSING THESE KEY ISSUES**

## 7.02.010 Findings, Purpose, Effect, Authority, and Policy

- ✓ Removed reference to Federal Guideline-Cole Memo
- ✓ Added language regarding intent to regulate Adult-Use

## 7.02.020 Definitions

- ✓ Removed reference to medical only definitions
- ✓ Enforcement Officer
- ✓ Greenhouse
- ✓ Youth Center



## 7.02.030 Prohibited Activities

- ✓ Retail establishments
- ✓ Non-Storefront operations
- ✓ Microbusiness-with retail activities of any nature

## 7.02.040 Cannabis Permit Required

- ✓ Permits will be issued by County Administrative Officer or his/her designee
- ✓ No other substantial changes





## 7.02.050 Cannabis Business Regulatory Program

- ✓ Application forms will establish minimum standards
- ✓ Creates a merit based scoring process for permits which are limited

## 7.02.060 Cannabis Permit Types

- ✓ Distribution facilities
- ✓ Indoor cultivation-Includes greenhouses
- ✓ Manufacturing Type 6 & Type 7 changes





## 7.02.060 Cannabis Permit Types (Cont'd)

- ✓ Microbusiness-(Non-Retail)
- ✓ Testing Labs

## 7.02.070 Cannabis Permit Application

- ✓ Adding language authorizing background check
- ✓ Updated Initial Application/Renewal due dates
- ✓ Number of Permits
  - ✓ Cultivation-Limited to 50
  - ✓ Distribution-Unlimited
  - ✓ Manufacturing-Unlimited
  - ✓ Testing-Unlimited
  - ✓ Test-Unlimited



## 7.02.080 Restrictions

- ✓ Boundary line set back (300)
- ✓ Buffer distance for sensitive uses (1,000)
- ✓ Residence Set Back (400)
- ✓ Cultivation can only occur on property ten (10) acres or more
- ✓ If cultivation is on property less than 10 acres it will require a hearing process
- ✓ Cultivation can also occur on commercial property

## 7.02.090 Grounds for Denial

- ✓ Changed applicant eligibility from 18 to 21 years of age



## 7.02.100 Procedure for Suspension or Revocation

- ✓ No substantial changes

## 7.02.110 Cannabis Business Facilities

- ✓ Changed transport permit to distributor permit
- ✓ Added manufacturing permit requirements
- ✓ Added testing lab requirements





## 7.02.120 Records

- ✓ No substantial changes

## 7.02.130 Promulgation of Regulations, Standards, and Other Legal Duties

- ✓ Replaced previous language that reference passage of tax measure
- ✓ CAO authorized to make additional rules, regulations and standards
- ✓ Creates procedures for oversight
- ✓ Allows for update to regulations due to state law changes



## 7.02.140 Nuisance Declared

- ✓ No substantial changes

## 7.02.150 Enforcement

- ✓ No substantial changes

## 7.02.160 Severability

- ✓ No substantial changes





## APPLICATION SELECTION CRITERIA

- ✓ Proposed Location
- ✓ Qualification of Principals
- ✓ Business Plan
- ✓ Security Plan
- ✓ Local Enterprise
- ✓ Enhanced Product Safety
- ✓ Neighborhood Compatibility
- ✓ Community Benefits
- ✓ Labor & Employment



# SAN BENITO COUNTY ZONING DISTRICTS

AP	Agriculture Productive
AR	Agriculture Rangeland
CD	Commercial District (C-1, C2)
MD	Manufacturer District (M-1, M-2)

## FISCAL ANALYSIS – Cannabis Revenues

Conservative estimate: \$1,237,500 – \$2,285,000 (26 Businesses)

Moderate estimate: \$2,375,000 - \$4,310,000 (50 Businesses)



# *Thank you!*

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