

BCC 9/20/22
Agenda Item #51

Cannabis Consumption Lounges

September 20, 2022



State Requirements:

- For this round of the application process, there is not a statewide cap on the number of cannabis retail stores that can obtain lounge licenses
- Also, for this initial phase of the application process, there will be a maximum of 10 licenses issued to independent owners (meaning not currently cannabis retail store licensees) and 10 licenses issued to social equity applicants (who are also not current cannabis retail store licensees and meet the CCB's social equity criteria). This for the entire state, not just UCC.

Previously Discussed Items:

1. Allow entertainment and the incidental activity process
2. Require Special Use Permit
3. Do not limit the number of locations
4. Maintain current fee structure in Title 8 for cannabis establishments:
 - A. The application fee is \$1500 (non-refundable)
 - B. A quarterly license fee of;
 - (i) One percent of the gross revenue that does not exceed one hundred fifty thousand dollars per calendar quarter year; and also
 - (ii) Two percent of the gross revenue that exceeds one hundred fifty thousand dollars per calendar quarter year and does not exceed four hundred thousand dollars per calendar quarter year; and also
 - (iii) Three percent of the gross revenue that exceeds four hundred thousand dollars per calendar quarter year; and

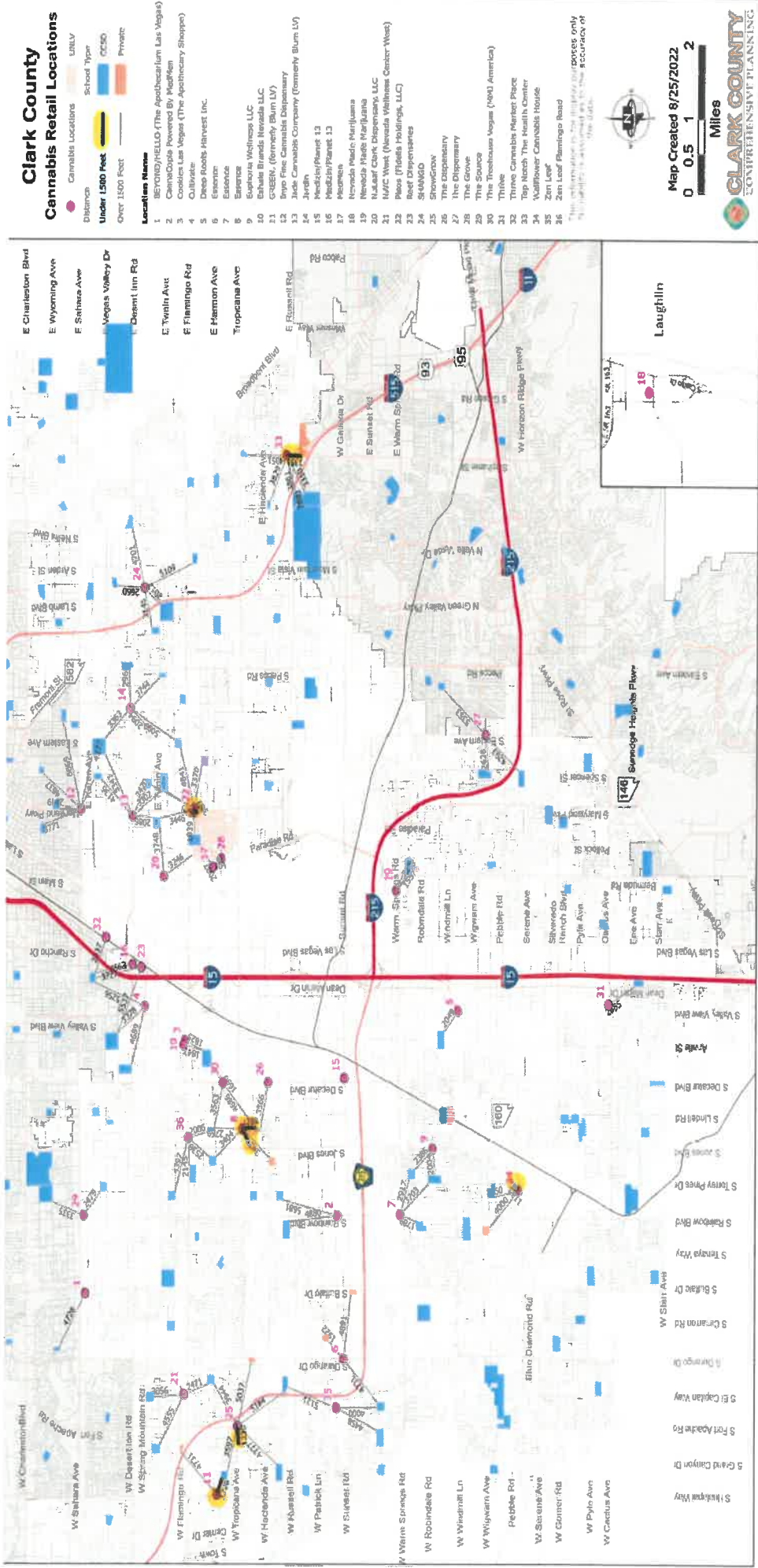
A quarterly fee of two hundred fifty dollars, if the adult-use cannabis establishment transfers or delivers cannabis or cannabis products to another adult-use cannabis establishment with common ownership and no sales transaction occurs between the two adult-use cannabis establishments.

Recommendations:

Location Type	State Required Distance	Recommended Distance
Non-restricted Gaming	1500 ft	1500 ft
School	1000 ft	1500 ft
Community Facility	300 ft	1500 ft

- Must not be within 1,500 feet of an establishment that holds a nonrestricted gaming license
- Must not be within 1,000 feet of a public or private school that provides formal education traditionally associated with preschool or kindergarten through grade 12
- Must not be within 300 feet of a community facility (examples: facility that provides day care to children, public park, playground, public swimming pool, facility to provide recreational opportunities to children, or place used for religious purpose)
- Does not apply to retail consumption lounges that are attached or immediately adjacent to a cannabis retail store that was in compliance with such requirements at the time it was issued an adult-use cannabis establishment license.
- Although the State requires the above distance restrictions, the County may be more restrictive.

Retail locations with schools within 1500 ft



Recommendations:

6. No outdoor combustion consumption (smoking/vaping) but allow for non-combustion consumption (topicals/edibles)
7. Not conduct sales two hours prior to closing unless the cannabis consumption lounge operates 24 hours per day.
8. Require a No Tow requirement for 24 hours so that consumers who leave with a designated driver or ride share can leave vehicle in parking lot overnight without fear of the vehicle being towed. Written verification from the property owner that a 24 hour No Tow is in place will be required.