

# Sonoma County Planning Commission

STAFF REPORT

**FILE:** ORD18-0003 **DATE:** June 7, 2018 **TIME:** 1:30 pm

STAFF: Katie Olding, Planner I

Amy Lyle, Supervising Planner

Board of Supervisors Hearing is scheduled for August 7, 2018

**SUMMARY** 

**Applicant:** County of Sonoma

**Location:** The Medical Cannabis Land Use Ordinance applies to agricultural, industrial,

commercial, and resource zones within the unincorporated area of Sonoma County.

<u>Subject:</u> Medical Cannabis Land Use Ordinance Amendments, Part 1

**PROPOSAL:** Consideration of a series of amendments to the Zoning Code including but not

limited to allowing adult use/recreational cannabis for the full cannabis supply chain including dispensaries, options to enhance neighborhood compatibility as it relates to cannabis permitting, the creation of Cannabis Inclusion and Exclusion Combining Districts, amending definitions and ordinance language to align with state law where

appropriate, and other amendments as recommended by staff.

**Environmental** 

<u>Determination</u>: Consistent with previously circulated and approved Negative Declaration adopted

December 20, 2016; Exempt under Section 15061(b)(3) of the CEQA Guidelines; and consistent with the Business and Professionals Code Section 26055(h) (MAUCRSA)

General Plan: All, except Coastal Zone

**RECOMMENDATION**: Staff recommends that the Planning Commission

- 1. Hear the Staff Presentation,
- 2. Hold a Public Hearing,
- 3. Deliberate and Take Straw Votes on Policy Options, and
- 4. Adopt Resolution recommending that the Board approve the Zoning Code Amendments.

  A final recommendation may be continued to an additional Planning Commission hearing date.



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**EXECUTIVE SUMMARY**: As directed by the Board of Supervisors and the Cannabis Ad Hoc Committee, the County proposes to amend the Zoning Code to accomplish the following:

- Allow Adult Use/Recreational Cannabis Operations Including Dispensaries (no change to existing cap
  of 9);
- Extend the life of new cannabis permits from one year to two years;
- Allow transferability of permits between operators (similar to other land use permits);
- Require use permits for cannabis uses (cultivation including nursery) on properties less than 10 acres within Agricultural and Resource Zones;
- Create Inclusion and Exclusion Combining Districts;
- Harmonize definitions and ordinance language to align with state law and emergency state regulations regulating cannabis operations including new license types and definitions; and
- Amend other zoning code language to aid in consistency and clarification.

# **ANALYSIS**

#### **BACKGROUND**

#### **State Law**

In 1996, voters adopted Proposition 215, entitled the Compassionate Use Act, which allowed for the use of marijuana for medicinal purposes by qualified patients, and for caregivers to provide medical marijuana and receive reimbursement for their costs. In 2004, SB 420 established a County Health ID card program, collective and cooperative cultivation, and safe harbor amounts for cultivation and possession. Following these developments, many new land uses evolved, but the interplay between federal, state, and local law was unsettled.

The Medical Cannabis Regulation and Safety Act (Medical Cannabis Act) was enacted in October 2015 and provided a framework for the regulation of medical cannabis businesses. The Medical Cannabis Act eliminated the cooperative/collective model and replaced it with a commercial licensing scheme under which operators are required to obtain both local permits and state license approvals. The Medical Cannabis Act retained local control over land use and where and whether commercial cannabis businesses are allowed and under what conditions.

On November 8, 2016, the voters of California passed the Adult Use of Marijuana Act (Adult Use Cannabis Act) legalizing non-medical adult use cannabis. On June 27, 2017 the state passed Senate Bill 94 which consolidated the regulations in Medical Cannabis Act and Adult Use Cannabis Act into the Medicinal and Adult-Use Cannabis Regulation and Safety Act (Cannabis Act). The Cannabis Act created one regulatory system for medicinal and adult-use cannabis. The three state cannabis licensing authorities, California Bureau of Cannabis Control, CalCannabis Cultivation Licensing, and the Manufactured Cannabis Safety Branch, issued their comprehensive emergency regulations on November 16, 2017 creating the current cannabis regulatory structure.

# **Sonoma County Laws**

The County began permitting medical cannabis dispensaries in 2007 and currently permits dispensaries pursuant to Sonoma County Code Section 26-88-126. The Board amended this code section in 2012 to

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limit the number of dispensaries in the unincorporated County to a cap of nine. There are currently five permitted medical cannabis dispensaries and four in the application process.

In 2016 due to the new state medical cannabis law, the Board of Supervisors directed staff to bring forward a comprehensive cannabis ordinance. A Board of Supervisors Ad Hoc Committee on Cannabis (Ad Hoc Committee) was formed. The Ad Hoc Committee and staff conducted extensive community outreach in order to develop the Cannabis Ordinance. This outreach included town hall meetings in each supervisorial district, the establishment of a website, email list serve, project-dedicated email, online survey, and meetings with various stakeholder interest groups. An estimated 750 people attended the town hall meetings and over 1,100 people responded to the online survey.

Through these efforts, the Ad Hoc Committee and staff received feedback indicating that many Sonoma County residents support a regulatory framework that legalizes commercial medical cannabis, supports safe and affordable access to medicine, and provides opportunities for existing local cannabis operations to come into compliance. Many residents also expressed concern about crime, public safety, odor and nuisance, and other associated environmental impacts of the cannabis industry. These concerns were particularly heightened for residential neighborhoods and related most often to cultivation.

In October and November, 2016 the Planning Commission held public workshops and public hearings to gather input and make recommendations on the proposed Cannabis Ordinance based on Board direction and public comment. On November 16, 2016 the Commission provided their recommendation. In December, 2016 the Board of Supervisors held another series of workshops and public hearings and adopted a series of ordinances establishing a comprehensive local program to permit and regulate the complete supply chain of medical cannabis uses, including: cultivation, nurseries, manufacturers, transporters, distributors, testing laboratories, and dispensaries. Sonoma County's ordinances regulating medical cannabis businesses include:

- 1. The Medical Cannabis Land Use Ordinance setting forth permit requirements on where and how each cannabis business type may operate;
- 2. The Medical Cannabis Health Ordinance establishing regulations and permitting for medical cannabis dispensaries and manufacturing to address product safety, labeling and advertising; and
- 3. The Cannabis Business Tax Ordinance imposing a tax on both medical and nonmedical commercial cannabis businesses operating in the unincorporated County.

### **Cannabis Ordinance Implementation**

Since Ordinance adoption staff have been focused on implementing the cannabis program. County departments hired and trained staff, developed specific rules and guidelines based on the ordinance, created support materials for businesses such as checklists and fact sheets, and built out multi-departmental online permitting, tax collection, and database systems. These implementation efforts also included an extensive public outreach and education program highlighted by the "Dirt to Dispensary" workshop series and involvement in the creation and staffing of the Cannabis Advisory Group.

The County began accepting permit applications from cannabis-related businesses on July 5, 2017. As of May 25<sup>th</sup>, 181 applications have been submitted. 130 of these are a mix of zoning and use permits

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submitted to Permit Sonoma and the remainder of 51 are small outdoor cultivation Zoning Permits

### 2018 Board of Supervisors and Cannabis Ad Hoc Committee Direction

applications to the Department of Agriculture.

On April 10, 2018, the Board conducted a Cannabis Ordinance Study Session and adopted a Resolution of Intention to update the existing Cannabis Ordinances. Feedback from the Board of Supervisors focused the following three actions:

- Consider allowing Adult Use cannabis in unincorporated Sonoma County for the full cannabis supply chain including dispensaries.
- Harmonize the Sonoma County Ordinance with state law and regulations where appropriate.
- Enhance neighborhood compatibility and overconcentration issues related to cannabis operations.

The Ordinance amendment process is split into two parts. Part 1 has a limited scope and is focused on bringing forward amendments related to state law alignment and any other actions that could happen in quick fashion. Part 2 will include a more thorough review of neighborhood compatibility and other implementation efforts that require robust outreach and staff analysis. Part 2 will begin in summer, 2018 and will likely take 12-18 months.

The Board of Supervisors Cannabis Ad Hoc Committee (Supervisors Gorin and Hopkins) met on April 13<sup>th</sup> and May 21, 2018. They have provided direction which has been incorporated into this staff report.

Table 1: Schedule of Part 1 Cannabis Ordinance Amendments

Date	Task	Request Action		
May 10, 2018	Marijuana Technical Advisory Committee Meeting	A Technical Advisory Committee (TAC) consisting of various representatives from County departments will provide feedback on the amendments as they are developed.		
May 21, 2018	Board of Supervisors Ad Hoc Committee	Review of staff recommendation to the Planning Commission.		
May 30, 2018	Cannabis Advisory Group Meeting	The Advisory Group will provide valuable information, perspective, and feedback to the County for throughout the process of amending, the cannabis ordinances.		
June 7, 2018	Planning Commission Hearing and Recommendation	At least one public hearing and meetings to deliberate and provide a recommendation to the Board.		
Aug 7, 2018	Board of Supervisors Hearing and Adoption	A public hearing will be held to deliberate and take formal action to adopt the revised ordinance.		

#### **Cannabis Advisory Group Recommendations**

On July 18, 2017, as part of Ordinance implementation, the Board of Supervisors approved the appointment of 20 members to serve on the Sonoma County Cannabis Advisory Group (CAG). The CAG was developed to offer a diverse perspective on the impacts of cannabis and cannabis regulations, and to provide information

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and feedback to the County for developing, amending, and funding local cannabis programs and policies. The CAG has meet for seven monthly meetings that have been well attended with an average of 150 people in attendance.

Within the CAG there are four Ad Hoc subgroups charged with research and development of recommendations on temporary state licenses, harmonization with state regulations, and inclusion and exclusion zones. Recommendations from the Advisory Group and Ad Hoc subgroups do not receive a formal vote, but instead reflect the opinion of the majority of the members of the group. Dissenting viewpoints are sought out by staff and the Co-Chairs, and minority and majority recommendations are often presented in writing to staff and shared with the Cannabis Ad Hoc. Recommendations, and the alternative minority recommendations of the Cannabis Advisory Group, are attached as Exhibit F.

Although the CAG has no direct decision making authority, the feedback from all members of the group was considered by staff in identifying key issues with the Cannabis Ordinance and informing the development of policy recommendations to the Ad Hoc and Planning Commission.

# **DISCUSSION OF ISSUES**

**Project Description**: Consideration of a series of amendments to the Zoning Code including but not limited to:

- Allow Adult Use/Recreational Cannabis Operations Including Dispensaries (no change to existing cap
  of 9);
- Extend the life of new cannabis permits from one year to two years;
- Allow transferability of permits between operators (similar to other land use permits);
- Require use permits for cannabis uses (cultivation including nursery) on properties less than 10 acres within Agricultural and Resource Zones;
- Create Inclusion and Exclusion Combining Districts;
- Harmonize definitions and ordinance language to align with state law and emergency state regulations regulating cannabis operations including new license types and definitions; and
- Amend other zoning code language to aid in consistency and clarification.

#### **ISSUE #1: ALIGNMENT WITH STATE LAW**

While the County controls local permitting, cannabis operators are also required to get a state license. This dual licensing system creates difficulties for staff and cannabis operations in areas where the State and County regulations do not align. The 2016 Ordinance was written based on existing state law, the Medical Cannabis Regulation and Safety Act (MCRSA). State law has since changed to accommodate Adult Use and two versions of Emergency Regulations have been released implementing the state law. The most recent Emergency Regulations were released May 17<sup>th</sup>, 2018. The following amendments are proposed to better align with current state law and regulations.

#### **Cannabis Adult Use/Recreational**

In November, 2016 California voters passed Prop 64 to include Adult Use in the cannabis marketplace. Sonoma County voted 59% in favor. In the summer of 2017, Governor Brown signed SB 94 and AB 113, which merged the Medical and Adult Use licensing framework. With a few exceptions, Adult Use and Medical Licensing are now mirrored across the supply chain, and the State began accepting Adult Use

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Licenses on January 1, 2018. Many surrounding jurisdictions have adopted Adult Use policies including Santa Rosa, Sebastopol, Cloverdale, Cotati, and Mendocino County. Staff recommends allowing all cannabis operations to have the option to function within the Medical and Adult Use market place, including dispensaries. The proposed Ordinance (Exhibit A) removes the word "medical" and includes other amendments for consistency to allow both options. Existing permitted cannabis operations would have to apply for a use permit revision, or wait until permit renewal, to include Adult Use.

# **New License Types:**

Staff proposes the following new license types and definitions for consistency with State Law:

- Processor: This new license type would allow a processing facility separate from individual cultivation sites. A processing-only site conducts trimming, drying, curing, grading, or packaging of cannabis and non-manufactured cannabis products for multiple cultivators. No cultivation of cannabis plants would occur at licensed processor premises. Centralized processing would only be allowed in Industrial Zoning Districts and will likely reduce the need for onsite processing facilities in Agricultural Zoning Districts and their associated impacts.
- Microbusiness: The most recent change in state law created a Microbusiness option which allows smaller operators to engage in at least three (3) of the following commercial cannabis activities: cultivation (limit of 10,000 square feet), manufacturing, and distribution/transportation. The microbusiness license would only be permitted with a Minor Use Permit in the Industrial Zoning Districts as indicated on the Cannabis Land Use Table. This new opportunity does not alter the allowed uses already in existence under the Cannabis Land Use Ordinance and only formalizes the potential to request this combined state license type.
- Self-Distributor-Transport-Only License: This new license type allows for the transport of cannabis goods that the permit holder has cultivated or manufactured. It does not allow transport of other offsite cannabis goods. Staff recommends allowing this use to be included within the use permit process for cannabis operations. Operators would still have the choice to work with a third party distributor/transporter if they so choose.
- o Shared Manufacturing Facilities: Manufacturing is an existing license type but staff proposes to allow manufacturing facilities to be shared among multiple operators. The most recent State Regulations allow permitted cannabis manufacturers to provide the use of the licensed space and equipment to smaller manufactures. Cannabis manufacturers wishing to utilize the space could submit an application for a share (Type S) cannabis manufacturing license at the state level. This use would still require a use permit process and expanding opportunities to multiple operators to sub-lease has no land use implication.

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# **Zoning Code Definitions:**

### **Cannabis Measurement- Canopy**

Staff proposes adopting a slightly modified version of the state definition of canopy to replace the "Cannabis Cultivation Area" definition within current code. The most recent set of Emergency Regulations propose to measure canopy similar to our local definition, although they are named differently. The proposed change in language is minimal but any difference in measurement presents many issues for staff and cultivators. This change would provide clarity and consistency for operators as they apply for both County permits and State licenses, and for tax purposes.

**Proposed Canopy Definition:** The designated area(s) at a permitted premises that will contain cannabis plants at any point in time, as follows:

- (1) For indoor and mixed-light license types, canopy shall be calculated in square feet and measured using the room boundaries, walls, or ceiling-to-floor partitions of each enclosed area that will contain cannabis plants at any point in time. If plants are being cultivated using a shelving system, the surface area of each level shall be included in the total canopy calculation.
- (2) For outdoor license types, canopy shall be calculated in square feet and measured using physical boundaries of all area(s) that will contain cannabis plants at any point in time, including the space within the boundaries;
- (a) Each unique area included in the total canopy calculation shall be separated by a physical boundary. For purposes of this section, "physical boundary" means a fence, hedgerow, garden plot, or other stable, semi-permanent structure that clearly demarcates the canopy edge.

The new definitions below are proposed to be added to the zoning code to provide consistency with state law and regulations:

- Applicant Cannabis: A person that is applying for a permit pursuant to engage in commercial cannabis activity pursuant to this chapter.
- Cannabis Business Owner: A person with an aggregate ownership interest of 20 percent or more in the person applying for a permit, unless the interest is solely a security, lien, or encumbrance; the chief executive officer of a nonprofit or other entity; a member of the board of directors of a nonprofit; the trustee(s) and all persons that have control of the trust and/or the commercial cannabis business that is held in trust; and/or an individual who will be participating in the direction, control, or management of the person applying for a permit.
- Commercial Cannabis Activity: The cultivation, possession, manufacture, distribution, processing, storing, laboratory testing, packaging, labeling, transportation, delivery or sale of cannabis and cannabis products as provided for in this chapter.
- o **Delivery:** The commercial transfer of cannabis or cannabis products to a customer, including use by a retailer of any technology platform owned and controlled by the retailer.

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 Hoop House-Cannabis: A temporary structure used for season extension or crop protection erected for less than 180 days where the material covering the structure is removable. Hoop houses do not have any electrical components, such as ventilation or artificial lighting, and are not used for light deprivation.

- Light Deprivation: The elimination of natural light in order to induce flowering, using black out tarps or any other opaque covering.
- o **Non-manufactured Cannabis:** Flower, shake, kief, leaf, and pre-rolls.
- Process, Processing, or Processes Cannabis: All activities associated with drying, curing, grading, trimming, rolling, storing, packaging, and labeling of non-manufactured cannabis.

Other existing definitions are also proposed for amendments (within Exhibit A) to provide clarity and to better align with current state law and regulations.

#### **ISSUE #2: NEIGHBORHOOD COMPATIBILITY**

Since adoption of the Cannabis Land Use Ordinance staff has received substantial communication from individuals and neighborhood organizations about the compatibility of cannabis operations with the community. Concerns have included the concentration of cannabis businesses, consistency with adopted Area Plans, proximity to residential, setbacks from sensitive uses (parks, schools, etc), preservation of rural character, use of private roads/access, and substandard parcel sizes.

As noted previously, on April 10<sup>th</sup> the Board of Supervisors directed staff to take some action now during Part 1 (2018) and launch a more robust process for Part 2 (to conclude in 2019). The following policy options and recommendations represent staff and the Cannabis Ad Hoc Committee's suggestions for consideration and deliberation.

**Cannabis Permit Requirement** (Land Use Table Amendment): Staff proposes the following policy options related to cannabis permitting and whether a zoning or use permit should be required and under what different circumstances.

# **Policy Options:**

1. Require a Use Permit for All Sizes of Cultivation Operations within Non-Industrial Zones: This option would require a conditional use permit regardless of parcel or operational size within the Land Intensive Agriculture (LIA), Land Extensive Agriculture (LEA), and Diverse Agriculture (DA) zones (use permits are already required within the Resources and Rural Development (RRD) Zone). Currently cannabis cultivation up to 10,000 sq ft is allowed with a zoning permit on LEA and DA lands. These zoning permits are processed by the Department of Agriculture. This option would require use permits for all operations within agriculture and resource zoning districts and would move all permitting to Permit Sonoma. The cannabis zoning permit process would be limited cultivation up to 500 sq ft of canopy within industrial zones.

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 Require a Use Permit for Properties less than 10 acres within Non-Industrial Zones (Staff and Ad Hoc Recommended Option): Operators on properties under 10 acres within the LIA, LEA, and DA zones would be subject to the conditional use permit process which includes public notification, environmental review, and a public hearing process. Zoning permits would continue to be allowed on properties over 10 acres.

- 3. Require a Use Permit for Properties less than 10 acres within the Diverse Agriculture (DA) Zone: Operators on properties under 10 acres would be subject to the conditional use permit process only within the DA Zone. The large majority of smaller agricultural properties are within this zoning district (see Figure 1 below). Zoning permits would continue to be allowed on properties over 10 acres.
- 4. **Require Use Permits for All Cannabis Operations within the DA Zone**: This option would require all cannabis operations, regardless of parcel or operational size, to obtain a conditional use permit within the DA zoning district.
- 5. **Require a 10 Acre Minimum Parcel Size within the DA Zone:** This option would not allow any cannabis operations on DA properties under 10 acres in size. Currently cannabis operations are allowed on properties as small as 2 acres. 74 % (4,567) of DA parcels are under 10 acres with 26% (1,595) being over.
- 6. Pipeline Provision for Applications Approved or In Process
  - a. Allow for approved permits to continue operating until they expire.
  - b. Allow any permits that are "complete for processing," to continue to be processed and approved, and operate until they expire.

**BOS Cannabis Ad Hoc and Staff Recommendation:** Option #2 and #6b. Operators on properties under 10 acres within the LIA, LEA, and DA zones would be subject to the conditional use permit process which includes public notification, environmental review, and a public hearing process. This process would allow for a case-by-case review of neighborhood compatibility issues. Zoning permits would continue to be allowed on properties over 10 acres within the LEA and DA zones.

There are currently nine zoning permits in process, and one approved that would be impacted by this amendment. Staff proposes an ordinance pipeline provision which would allow any zoning permit application deemed complete by adoption date (proposed to be August 7<sup>th</sup>, 2018), to continue as a zoning permit for one year until renewal is required.

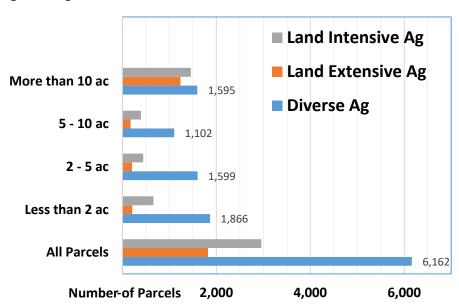


Figure 1: Agricultural Zones and Parcel Size

**Indoor Cultivation Setback from Schools** (Section 26-88-254(f)(4)): To better align with state law and alleviate issues related to proximity of indoor cultivation to schools, staff proposes a 600 ft separation between these uses.

Allow Appeal of Zoning Permits Issued by the Department of Agriculture (Section 26-88-250(m)): Currently the zoning code allows appeal of zoning permits issued by Permit Sonoma. This new language would provide consistency and allow appeal of zoning permits issued by the Department of Agriculture. The appeal body would be the Board of Zoning Adjustments (BZA). Note that this appeal process would be ministerial and the BZA's authority would be limited to determining if the project met the ministerial standards contained within the zoning code.

# **ISSUE #3: INCLUSION ZONE**

Staff proposes to create the Cannabis Inclusion Combining District as a tool for future application to parcels that do not have eligible zoning for cannabis cultivation only, but which have unique characteristics that make them worthy for consideration with a conditional use permit for cultivation. For instance, there are anomalies within zoning throughout the county where a small commercial property, surrounded by large agricultural properties, is ineligible under existing ordinance but is a logical location due to surrounding agricultural or open space use with no residential compatibility issues. This tool could also be used if there are specific neighborhoods or districts where cannabis uses are less likely to cause neighborhood compatibility or environmental issues.

The Inclusion Zone would be applied through a Zone Change application process which requires a public hearing process, environmental review, and final decision by the Board. No projects are being proposed for the rezoning at this time.

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The following policy options are proposed for consideration by the Planning Commission.

# **Policy Options:**

# 1. Allow Cultivation within Certain Base Zoning Districts:

- a. Allow in Rural Residential (RR) and Agriculture Residential (AR) Zoning Districts: This option would allow for all RR and AR properties, regardless of location or size, to apply for cannabis use permits.
- b. Allow in Commercial Districts: Currently the only cannabis uses allowed in commercial districts are dispensaries and laboratories. There have been a number of existing cultivators who were interested in continuing operations, one of which applied for a General Plan Amendment to move from Commercial to Agricultural Zoning but wasn't able to meet the General Plan designation criteria and was forced to withdraw the application and cease operations.
- c. **Allow in Agricultural Services District:** Currently no cannabis uses are allowed within this zoning district. There are only 13 parcels countywide within this zoning district. Allowing cannabis within this district would limit the opportunity for siting of agricultural support and commercial service uses.

#### 2. Limit the Inclusion Zone to Certain Areas of the County or Historic Use:

- a. **Limit by Planning Areas:** The Sonoma County General Plan divides the county into nine (9) planning areas. These planning areas could be used to identify areas where AR and RR properties would be eligible for cannabis permitting.
- b. **Limit by Area Plan Area:** There are currently 8 adopted Area and Specific Plans. Cannabis applications could be included or excluded based on these boundaries.
- c. **Limit to Properties with Historic Cannabis Use:** This option would limit the RR and AR eligible properties to those with historic cannabis uses, meaning those properties where it can be proven that cannabis cultivation was occurring prior to Jan 1, 2018 (end of transition period).

# 3. Criteria to be used for Consideration of Inclusion Zoning:

- a. **Minimum Parcel Size**: Currently all cultivation, with the exception of indoor, has a 2 acre minimum parcel size requirement. The Inclusion Zone could express a larger minimum lot size of 5 or 10 acres. Note that only 9% of AR and RR parcels are larger than 5 acres and only 3% are over 10 acres.
- Proximity to Residential Uses: A key area of concern is neighborhood compatibility and proximity to residential uses. Criteria could be created to restrict eligibility in the following ways:
  - i. Property is located in an area with residential density no more than 1 unit/10 acres,
  - ii. No residential dwellings within a half mile of the parcel

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- iii. No residential dwellings within 1,000 ft of the operation's premise.
- c. **Proximity to Agricultural Uses**: The property is within an area with other existing agricultural uses. This would require a finding that the cannabis operation would be surrounded by other types of traditional agricultural operations which would ensure a reduction in nuisance factors of noise, odor, etc.

# d. Limitation on Size or Type of Cannabis Cultivation:

- i. Allow only Indoor Cultivation. This option would restrict uses to indoor only which may reduce neighborhood compatibility and nuisance issues.
- ii. Allow only Cottage. This option would restrict the size of the cultivation to a maximum of 25 plants.
- iii. Allow all types up to 10,000 sq ft of canopy.
- iv. Allow all types and sizes based on the limits expressed in the Cannabis Land Use Table. This option would allow for a case by case review of the size of cultivation based on the property location, zoning, and size. Note the 1 acre of cultivation maximum would still apply.

# 4. Initiation of Zone Change Request

- a. Applicant Submits Request: This would allow a private party to apply for the Inclusion Zone on one or more properties.
- b. County Initiated: A zone change to add the Inclusion Zone could only be initiated by the County, as directed by the Board of Supervisors and the Cannabis Ad Hoc Committee.
- c. Allow for both private parties and the County to initiate rezoning applications for Inclusion Zones.

**BOS Cannabis Ad Hoc and Staff Recommendation:** Staff recommends that the Inclusion Zone be made available to RR and AR properties within Planning Areas 4 and 6, on parcels 5 acres or more, for all types and sizes of cultivation allowed on the Cannabis Land Use Table and the standards and restrictions within the Cannabis Land Use Ordinance (as proposed). Staff further recommends that the Inclusion Zone be made available to all Commercial Zoning Districts countywide for any type of cultivation based on the requirements of the Cannabis Land Use Table. This process would be initiated by a private party application through a zone change application and use permit process.

#### **ISSUE #4: EXCLUSION ZONE**

Staff proposes to create a Cannabis Exclusion Combining District similar to the exclusion zones that already exist for Accessory Dwelling Units and Vacation Rentals. This zone would be used to exclude cannabis uses on properties that meet one or more of the criteria set within the Ordinance. For instance, this tool could be used to restrict cannabis within a certain area due to environmental sensitivity or neighborhood compatibility issues. The following policy options are proposed for deliberation and recommendation of the Planning Commission:

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# **Policy Options**

**1. Criteria for Exclusion:** The Combining Zone may be placed on parcels where one or more of the following criteria are met:

- a. Areas where there is inadequate road access or other conflicts;
- b. Areas where the prevalence or concentration of cannabis operations is detrimental to the residential character of area;
- c. Areas where the commercial or industrial uses are to be protected from conversion to cannabis uses:
- d. Areas where, because of topography, access, water availability or vegetation, there is a significant fire hazard;
- e. Areas with sensitive biotic resources or significant environmental sensitivity exists; or
- f. Other areas where the Board of Supervisors determines that it is within the public interest to prohibit cannabis uses.

# 2. Initiation of Zone Change Request

- a. Applicant Submits Request: This would allow a private party to apply for the Exclusion Zone on one or more properties.
- b. County Initiated: A zone change to add the Exclusion Zone could only be initiated by the County, as directed by the Board of Supervisors and the Cannabis Ad Hoc Committee.
- c. Allow for both private parties and the County to initiate rezoning applications for Inclusion Zones.

#### 3. Pipeline Provision for Applications Approved or In Process

- a. Allow for approved permits to continue operating until they expire.
- b. Allow any permits that are "complete for processing" to become approved and operate until they expire.
- c. Allow this provision to be reviewed on a case by case basis through the Exclusion Zone Application Process.

**BOS Cannabis Ad Hoc and Staff Recommendation:** Allow individual private party applicants or the County to initiate an Exclusion Zone application. Staff and the Ad Hoc further recommend that all of the criteria listed under Option #1 be available options within the Exclusion Zone district. It is further recommended that the pipeline provision not be prescribed at this time. The Commission and the Board should have flexibility to apply a different pipeline provision on a case by case basis depending on the situation.

#### **ISSUE #5: OTHER STAFF RECOMMENDED CHANGES**

Since adoption of the Cannabis Land Use Ordinance and the acceptance of permits beginning in July 2016, staff has found areas of the ordinance that require correction, clarification, or amendment based on experience processing permit applications. The following amendments are proposed by staff (exact language within Exhibit A):

**Extend the Length of Time of Permits:** Currently cannabis permits are issued for one year and require annual renewal. Staff and the Cannabis Ad Hoc Committee recommend that cannabis permits be issued for a two year period of time. Staff does not recommend retroactively extending approved applications for two

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years. Rather, if allowed by the revised ordinance, approved applicants can apply to modify their permit to be eligible for the two year timeframe.

**Transferability:** Allow cannabis permits to be transferred between operators similar to other land use permits. The ordinance currently includes ambiguous language as to the transferability of permits. Due to changes in state law cannabis operators have been required to change corporate structure from non-profit to profit, and in many cases have been partnering with investors who are named in the business structure. These changes have resulted in many permits essentially being "transferred." Because cannabis permits would be limited to two years, staff sees no harm in allowing the transfer of permits, provided that the ownership is documented.

**Remove Priority Processing Policy:** The program was envisioned to provide a more expedited pathway for local residents and operators. However, the majority of the 181 applicants received have requested priority processing. Staff has found this policy to be an ineffective tool and propose to remove the policy entirely.

**New Indemnification Language:** Standard indemnification language has been proposed by County Counsel to provide consistency between departments.

Allowance for Propagation Areas: This pertains to the propagation (mother plants, starts, seedlings) necessary to support the onsite cultivation operation, not to be confused with a nursery operation who sells seeds or seedlings. The existing code does not express an allowance or limitation on the amount of propagation area. Due to this ambiguity applicants and staff have experienced problems with clarifying the taxable area or the maximum amount of cultivation allowed on a property. Based on research of state regulations and other jurisdictions, staff is proposing the allowance of up to 5% of the floor area of cultivation to be used for non-flowering propagation. This allowance would allow vegetative and other propagative cannabis plant material to be cultivated for use on-site without impacting overall permitted canopy, a floor area of up to 5% of the size of the permitted canopy may be used for non-flowering plants provided this plant material is kept in a separate, unique area away from flowering plants.

**Enforcement Section:** Staff has proposed a number of amendments to make technical corrections and align language with upcoming Administrative Citation Ordinance.

# Clarification of Language, Without Change to Requirements, Within the Following Sections (as seen in Exhibit A):

- 1. Maximum amount of cannabis allowed on a single parcel and how this is measured (no change to how this is measured) (26-88-254(e) and (f)(1))
- 2. Biotic Resources Section (26-88-254(f)(8))
- 3. Cultural and Historic Resources Section (26-88-254(f)(9))
- 4. Security and Fencing (26-88-254(f)(16))
- 5. Water Supply, proposed to be amended to "Water Source" and clarification that a hydrogeological report is required for Groundwater Availability Zone 3, consistent with the General Plan (26-88-254(g)(10)).

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#### **Non-Substantive Corrections**

- a. Added separation criteria measurement to dispensary section that was mistakenly omitted.
- b. Addition of the 3<sup>rd</sup> footnote on the land use table to Indoor Cottage 500 sq ft LEA. This restricts uses to existing structures or previously disturbed areas.
- c. Land Use Tables reordered and numbered in line with the state license type.
- d. Corrections of grammar and spelling throughout.

#### **ENVIRONMENTAL DETERMINATION:**

It is the determination of staff that the proposed amendments are consistent with the previously circulated and approved Negative Declaration, adopted December 20, 2016; that the project is categorically exempt from the California Environmental Quality Act under Section 15061(b)(3) of the CEQA Guidelines because it can be seen with certainty that the project will have no significant or physical effect on the environment; under sections 15307 and 15308 as an action taken to assure the maintenance, restoration, enhancement, and protection of natural resources and the environment where the regulatory process involves procedures for protection of the environment; and Section 15321 as an action by an agency for enforcement of a law, general, rule, standard or objective administered or adopted by the agency; and the Business and Professionals Code Section 26055(h) (MAUCRSA) because the adoption of this ordinance requires discretionary review of cannabis operations which will include applicable environmental review under CEQA.

#### STAFF RECOMMENDATION

# **RECOMMENDATION**: Staff recommends that the Planning Commission

- 1. Hear the Staff Presentation,
- 2. Hold a Public Hearing,
- 3. Deliberate and Take Straw Votes on Policy Options, and
- 4. Adopt Resolution recommending that the Board approve the Zoning Code Amendments. Final recommendation may be continued to an additional Planning Commission hearing date.

#### FINDINGS FOR RECOMMENDED ACTION

- 1. The proposed amendments are necessary and desirable to protect the public health, safety and environmental resources, provide a consistent regulatory pathway for the cannabis industry consistent with state regulations, foster a healthy, diverse and economically viable cannabis industry that contributes to the local economy, and ensure that environmental, public health, safety and nuisance factors related to the cannabis industry are adequately addressed.
- 2. This ordinance amendment is intended to be Part 1 to a two part policy effort to alleviate neighborhood compatibility issues and harmonize with state regulations which were adopted after the County's adoption of the Cannabis Land Use Ordinance on December 20, 2016 (Ordinance #6189).
- 3. This ordinance is consistent with the overall goals, objectives, policies and programs of the General Plan to promote a healthy and competitive agricultural, stabilize farm incomes and provide opportunities for diversification of agricultural products; protect Important Farmlands; preserve biotic resources; promote energy conservation and use of renewable energy; minimize discharge of sediment, waste and other

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pollutants into the drainage systems; protect groundwater resources; encourage graywater systems and use of recycled water.

4. It is the determination of staff that the proposed amendments are consistent with the previously circulated and approved Negative Declaration, adopted December 20, 2016; that the project is categorically exempt from the California Environmental Quality Act under Section 15061(b)(3) of the CEQA Guidelines because it can be seen with certainty that the project will have no significant or physical effect on the environment; under sections 15307 and 15308 as an action taken to assure the maintenance, restoration, enhancement, and protection of natural resources and the environment where the regulatory process involves procedures for protection of the environment; and Section 15321 as an action by an agency for enforcement of a law, general, rule, standard or objective administered or adopted by the agency; and the Business and Professionals Code Section 26055(h) (MAUCRSA) because the adoption of this ordinance requires discretionary review of cannabis operations which will include applicable environmental review under CEQA. The Planning Commission finds on the basis of the whole record before it that this exemption reflects the independent judgment and analysis of the Commission and that there is no substantial evidence that the project will have a significant effect on the environment.

#### LIST OF ATTACHMENTS

EXHIBIT A: Draft Cannabis Ordinance Amendments

EXHIBIT B: Draft Cannabis Land Use Table
EXHIBIT C: Draft Exclusion Combining Zone
EXHIBIT D: Draft Inclusion Combining Zone

EXHIBIT E: Draft Planning Commission Resolution

EXHIBIT F: Cannabis Advisory Group Recommendations

#### **Definitions in Section 26-02-140**

Applicant -- Cannabis: A person that is applying for a permit to engage in commercial cannabis activity pursuant to this chapter.

Cannabis: All parts of the plant Cannabis sativa Linnaeus, Cannabis indica, or Cannabis ruderalis, or any other strain or varietal of the genus Cannabis that may exist or hereafter be discovered or developed that has psychoactive or medicinal properties, whether growing or not; including the seeds thereof; the resin, whether crude or purified, extracted from any part of the plant; and every compound, manufacture, salt, derivative, mixture, or preparation of the plant, its seeds, or resin. "Cannabis" also means the separated resin, whether crude or purified, obtained from cannabis. "Cannabis" does not include the mature stalks of the plant, fiber produced from the stalks, oil or cake made from the seeds of the plant, any other compound, manufacture, salt, derivative, mixture, or preparation of the mature stalks (except the resin extracted therefrom), fiber, oil, or cake, or the sterilized seed of the plant which is incapable of germination. "Cannabis" also means marijuana as defined by Section 11018 of the Health and Safety Code as enacted by Chapter 1407 of the Statutes of 1972. For the purpose of this section, "cannabis" does not mean "industrial hemp" as defined by Section 81000 of the California Food and Agricultural Code or Section 11018.5 of the California Health and Safety Code, or the weight of any other ingredient combined with cannabis to prepare topical or oral administrations, food, drink, or other product. Cannabis is classified as an agricultural product separately from other agricultural crops.

Cannabis Business Owner: A person with an aggregate ownership interest of 20 percent or more in the person applying for a permit, unless the interest is solely a security, lien, or encumbrance; the chief executive officer of a nonprofit or other entity; a member of the board of directors of a nonprofit; the trustee(s) and all persons that have control of the trust and/or the commercial cannabis business that is held in trust; and/or an individual who will be participating in the direction, control, or management of the person applying for a permit.

Cannabis Cultivation: Any activity involving the planting, growing, harvesting, drying, curing, grading, or trimming of cannabis. for medical use, including nurseries, that is intended to be transported, processed, distributed, dispensed, delivered, or sold in accordance with the Medical Cannabis Regulation and Safety Act (MCRSA) for use by medical cannabis patients in California pursuant to the Compassionate Use Act of 1996 (Proposition 215), found at Section 11362.5 of the Health and Safety Code.

Cannabis Cultivation Area: The total aggregate area(s) of cannabis cultivation on a single premise as measured around the outermost perimeter of each separate and discrete area of cannabis cultivation at the dripline of the canopy expected at maturity and includes, but is not limited to, the space between plants within the cultivation area, the exterior dimensions of garden beds, garden plots, hoop houses, green houses, and each room or area where cannabis plants are grown, as determined by the review authority.

Canopy: The designated area(s) at a permitted premises that will contain cannabis plants at any point in time, as follows:

- (1) For indoor and mixed-light license types, canopy shall be calculated in square feet and measured using the room boundaries, walls, or ceiling-to-floor partitions of each enclosed area that will contain cannabis plants at any point in time. If plants are being cultivated using a shelving system, the surface area of each level shall be included in the total canopy calculation.
- (2) For outdoor license types, canopy shall be calculated in square feet and measured using physical boundaries of all area(s) that will contain cannabis plants at any point in time, including the space within the boundaries;
- (a) Each unique area included in the total canopy calculation shall be separated by a physical boundary. For purposes of this section, "physical boundary" means a fence, hedgerow, garden plot, or other stable, semi-permanent structure that clearly demarcates the canopy edge.

Cannabis Cultivation – Indoor: Cultivation of cCannabis cultivation within any type of structure using exclusively artificial lighting.

Cannabis Cultivation – Mixed-Light: Cultivation of eCannabis cultivation using any combination of natural and supplemental artificial lighting. in a greenhouse or other similar structure using natural light, light deprivation, and/or any combination of natural and supplemental artificial lighting. Greenhouses, hoop houses, hot houses and similar structures or light deprivation systems are included in this category.

Cannabis Cultivation – Outdoor: Cultivation of cCannabis cultivation using no artificial lighting conducted in the ground or in containers outdoors with no covering. Outdoor cultivation does not include greenhouses, hoop houses, hot houses or other similar structures. Artificial lighting is permissible for use in propagation areas.

Cannabis Dispensary: aA facility operated in accordance with state law, where medical cannabis, medical cannabis products, or devices for the use of medical cannabis are offered, either individually or in any combination, for retail sale, including an establishment that delivers medical cannabis or medical cannabis and/or cannabis products as part of a retail sale.

Cannabis Distribution Facility: The location or a facility where a person conducts the business of procuring medical cannabis from licensed cultivators or manufacturers for sale to licensed dispensaries, and the inspection, quality assurance, batch testing by a Type 8 licensee, storage, labeling, packaging and other processes prior to transport to licensed dispensaries. This Facility requires a Type 11 license pursuant to the Medical Cannabis Regulation and Safety Act (MCRSA). The procurement, sale, and transport of cannabis and cannabis products between licensees.

Cannabis License: A state-license issued by the State of California pursuant to the Medicinal and Adult-Use Cannabis Regulation and Safety Act (MAUCRSA). Medical Cannabis Regulation and Safety Act (MCRSA).

Cannabis Licensee: Any person issued a state-license by the State of California under the Medicinal and Adult-Use Cannabis Regulation and Safety Act (MAUCRSA). Medical Cannabis Regulation and Safety Act to engage in commercial cannabis activity.

Cannabis Manufacturer: A person that conducts the producetions, preparespreparation, propagationes, or compounding ofs manufactured medical cannabis, or medical cannabis products either directly or indirectly or by extraction methods, or independently by means of chemical synthesis, or by a combination of extraction and chemical synthesis at a fixed location that packages or repackages medical cannabis or medical cannabis products or labels or relabels its container, that holds a valid state license and that holds a valid local license or permit.

Manufactured cannabis means raw cannabis that has undergone a process whereby the raw agricultural product has been transformed into a concentrate, an edible product, or a topical product.

Cannabis Manufacturing: A location All aspects of the extraction process, infusion process, and packaging and labeling processes, including preparing, holding, or storing of cannabis products. Manufacturing also includes any preparing, holding, or storing of components and ingredients. that produces, prepares, propagates, or compounds manufactured medical cannabis or medical cannabis products, directly or indirectly, by extraction methods, independently by means of chemical synthesis, or by a combination of extraction and chemical synthesis, and is owned and operated by a licensee for these activities.

Cannabis – Medical: Any product containing cannabis, including but not limited to flowers, buds, oils, tinctures, concentrates, extractions, and edibles Any cannabis or cannabis product intended to be sold for use by medical cannabis patients in California pursuant to the Compassionate Use Act of 1996 (Proposition 215), found at Section 11362.5 of the Health and Safety Code. For the purposes of this chapter, medical cannabis does not include industrial hemp as defined by Section 81000 of the Food and Agricultural Code or Section 11018.5 of the Health and Safety Code.

Cannabis operator: The natural person or designated officer responsible for the operation of individual authorized to represent the person applying for or operating pursuant to a permit authorizing any commercial cannabis useactivity pursuant to this chapter.

Cannabis product, medical cannabis, or medical cannabis product: Any product containing cannabis, including but not limited to flowers, buds, oils, tinctures, concentrates, extractions, and edibles intended to be sold for use by medical cannabis patients in California pursuant to the Compassionate Use Act of 1996 (Proposition 215), found at Section 11362.5 of the Health and Safety Code. For the purposes of this chapter, medical cannabis does not include industrial hemp as defined by Section 81000 of the Food and Agricultural Code or Section 11018.5 of the Health and Safety Code.: Cannabis that has undergone any process whereby the plant material has been transformed into a concentrate, including, but not limited to, concentrated cannabis, or an edible or topical product containing cannabis or concentrated cannabis and other ingredients.

Cannabis Testing Laboratory: A laboratory, facility, or entity, or entity, or site in the state State of California that offers or performs testing tests of cannabis or cannabis products.

Cannabis Transporter: A person engaged in Tthe physical movementtransfer of cannabis or cannabis products from the business location of one commercial cannabis business to the business location of another commercial cannabis business, one licensed premises to another licensed premises. for the purposes of conducting commercial cannabis activity.

Commercial Cannabis Activity: The cultivation, possession, manufacture, distribution, processing, storing, laboratory testing, packaging, labeling, transportation, delivery or sale of cannabis and cannabis products as provided for in this chapter.

Delivery: The commercial transfer of cannabis or cannabis products to a customer, including use by a retailer of any technology platform owned and controlled by the retailer.

**Greenhouse:** A temporary or permanent structure, including hothouses, hoop-houses, glasshouses, conservatories, and hothouses, or other similar structures for the covered propagation and growing of plants, constructed with a translucent roof and/or walls.

Hoop House- Cannabis: A temporary structure used for season extension or crop protection erected for less than 180 days where the material covering the structure is removable. Hoop houses do not have any electrical components, such as ventilation or artificial lighting, and are not used for light deprivation.

Light Deprivation: The elimination of natural light in order to induce flowering, using black out tarps or any other opaque covering.

Nonmanufactured Cannabis: Flower, shake, kief, leaf, and pre-rolls.

**Nursery** – **Cannabis:** An establishment person that produces only clones, immature plants, and seeds, and other agricultural products for wholesale distribution to permitted cultivators or dispensaries, used specifically for the planting, propagation, and cultivation of medical cannabis.

**Person:** An individual, firm, partnership, joint venture, association, corporation, limited liability company, estate, trust, business trust, receiver, syndicate, tribe, or any other group or combination acting as a unit, and <u>includes</u>-the plural as well as the singular-<u>number</u>.

Process, Processing, or Processes - Cannabis: All activities associated with drying, curing, grading, trimming, rolling, storing, packaging, and labeling of nonmanufactured cannabis.

Premises(s) - Cannabis: A legal parcel, or a leasehold interest in land, or a leased or owned space in a building. The designated structure or structures and land specified in the application that is owned, leased, or otherwise held under the control of the applicant or person holding a valid permit where commercial cannabis activity will be or is conducted.

Volatile solvent: Volatile solvents may Any solvent that is or produces a flammable gas or vapor that, when present in the air in sufficient quantities, will create explosive or ignitable mixtures, includinge but is not limited to: (1) explosive gases, such as Butane, Propane, Xylene, Styrene, Gasoline, Kerosene, 02 or H2; and (2). For purposes of this chapter, "volatile solvent" also includes dangerous poisons, toxins, or carcinogens, such as Methanol, Methylene Chloride, Acetone, Benzene, Toluene, and Tri-chloro-ethylene as determined by the Fire Marshall.

Sec. 26-88-250. - Commercial cannabis uses—Medical.

- (a) Purpose. This section provides the development and operating standards for personal and commercial medical cannabis uses activities to ensure neighborhood compatibility, minimize potential environmental impacts, provide safe access to medicine and provide opportunities for economic development.
- (b) Applicability. Medical eCommercial cannabis uses—activities shall be permitted only in compliance with the requirements of Sections 26-88-250 through 26-88-256 and all other applicable requirements for the specific type of use and those of the underlying base zone.
- (c) Limitations on Use. The following limitations apply to all commercial cannabis activities.
  - (i) Medical eCommercial cannabis uses activities shall only be allowed in compliance with the following sections and all applicable county codes set forth in the county code, including but not limited to, grading, building, plumbing, septic, electrical, fire, hazardous materials, and public health and safety.
  - (ii)The operator permit holder shall comply with all laws and regulations applicable to the type of use and shall comply with all permit, license, approval, inspection, reporting and operational requirements of other local, state or other agencies having jurisdiction over the type of operation. The operator permit holder shall provide copies of other agency and department permits, licenses, or certificates to the review authority to serve as verification for such compliance.
  - (iii) Permits for medical cannabis uses activities shall only be issued where written permission from the property owner or landlord is provided.
  - (iv) Tasting, promotional activities, and events related to commercial cannabis uses activities are prohibited. Commercial cannabis uses for non-medical cannabis for adult use is prohibited.
  - (v) Commercial cannabis activities are prohibited from using volatile solvents, including but not limited to Butane, Propane, Xylene, Styrene, Gasoline, Kerosene, 02 or H2, or other dangerous poisons, toxins, or carcinogens, such as Methanol, Methylene Chloride, Acetone, Benzene, Toluene, and Tri-chloro-ethylene, as determined by the Fire Marshall.
- (d) Permit Requirements. Medical eCommercial cannabis uses—activities shall be subject to the land use permit requirements as shown in Table 1A-D Allowed Medical Cannabis Uses and Permit Requirements. No other type of commercial cannabis uses—activities are permitted except as specified in Table 1A-D. The county may refuse to issue any discretionary or ministerial permit, license, variance or other entitlement, which is sought pursuant to this chapter, including zoning clearance for a building permit, where the property upon which the use or structure is proposed is in violation of the county code. Medical Commercial cannabis uses—activities shall also be subject to permit requirements and regulations established by the Sonoma County Department of Health Services.
- (e) Term of Permit. Permits for medical commercial cannabis uses—activities shall be issued to the operator—for a period not to exceed two (2) years one (1) year from the date of permit approval and shall be subject to biennialannual—permit renewals. The operator—permit holder must apply for permit renewal prior to the expiration of the limited term permit. No property interest, vested right, or entitlement to receive a future permit to operate—conduct a

- medical cannabis use activity shall ever inure to the benefit of such permit holder as such permits are revocable.
- (f) Health and Safety. Medical Commercial cannabis uses activity shall not create a public nuisance or adversely affect the health or safety of the nearby residents or businesses by creating dust, light, glare, heat, noise, noxious gasses, odor, smoke, traffic, vibration, unsafe conditions or other impacts, or be hazardous due to the use or storage of materials, processes, products, runoff or wastes.
- (g) Taxes. Medical cannabis usesPermit holders shall comply with Sonoma County Code Section 35, the Sonoma County Cannabis Business Tax Ordinance, and any additional taxes that may be enacted by the voters or any additional regulations that may be promulgated.
- (h) Operator Qualifications. Commercial medical eCannabis operators must meet the following qualifications:
  - 1. Commercial medical c Cannabis operators and all employees must be at least twenty-one (21) years of age.
  - 2. Commercial medical cCannabis operators shall be subject to background search by the California Department of Justice. Permits for commercial medical cannabis operations activities shall not be permitted approved for operators with serious or violent felony convictions, as specified in subdivision (c) of Section 1192.7 667.5 of the Penal Code and subdivision (c) of Section 667.5 1192.7 of the Penal Code.
  - 3. Applicants providing false or misleading information in the permitting process will result in rejection of the application and/or nullification or revocation of any issued permit.
  - 4. Cannabis operators must have authority to legally bind the person applying for and/or operating pursuant to a permit.
  - 4. Priority processing of permits for medical cannabis operations shall be given to:
    - a. Applications that demonstrate that the person operating the cannabis use or owner(s) of the cannabis use has been an existing cannabis operator in Sonoma County prior to January 1, 2016, or
    - b. Applications that demonstrate that the person operating the cannabis use or owner(s) of the cannabis use have been a resident of Sonoma County prior to January 1, 2016, and
    - c. Applications that provide a local preference hiring plan.
  - 5. Cannabis operators must meet the definition of a cannabis business owner.
- (i) Weights and Measures. All scales used for commercial transactions shall be registered for commercial use and sealed by the Department of Agriculture/Weights and Measures.
- (j) Tracking. Commercial medical cannabis operators Permit holders shall comply with any track and trace program established by the county and state agencies. Commercial medical cannabis operators Permit holders must maintain records tracking all medical cannabis production and cannabis products and shall make all records related to commercial medical cannabis activity available to the county upon request.
- (k) Inspections. Commercial medical cannabis operations Premises shall be subject to inspections by appropriate local and state agencies, including but not limited to the Departments of Health Services, Agriculture/Weights & Measures, and Permit and Resource Management. Medical cannabis operations Premises shall be inspected at random times for

- conformance with the county code and permit requirements. The inspection shall be conducted during regular business hours, with at least 24-hours' notice. If interference in the performance of the duty of the agency having jurisdiction occurs, the agency may temporarily suspend the permit and order the medical cannabis operation—permit holder to immediately cease operations.
- (l) Monitoring. Permit holders shall be subject to Mmonitoring shall be required for each medical cannabis operation to be granted a permit. An annual fee may be adopted by the board of supervisors and collected by the agency having jurisdiction or the county tax collector to pay for monitoring and enforcement.
- (m) Appeals. Appeals of any permit issuance, denial, or decision by the Department of Agriculture/Weights & Measures shall be subject to review and appeal procedures pursuant to Chapter 36. Appeals of any permit issuance, denial, or decision by the Permit and Resource Management Department shall be subject to review and appeal procedures pursuant to Chapter 26.
- (n) Exercise of Permit and Notification of Changes. Permits are issued to and held by the person engaged in commercial cannabis activity, and specific to the premises for which it was issued. A permit holder shall, at all times, have one cannabis operator. Prior written notice must be provided to the agency having jurisdiction for any changes to ownership or cannabis operator, and must comply with applicable code requirements. New cannabis operators shall be required to participate in an orientation and/or exam(s), as determined by the agency having jurisdiction. Permit holders shall notify the agency having jurisdiction prior to any of the following:
  - 1. A new person meeting the definition of cannabis business owner of the permit holder.
  - 2. Change in business entity type of the permit holder.
  - 3. Change in legal business name of the permit holder.
  - 4. A new person serving as operator of the permit holder.
  - 5. A new property owner of the parcel on which the premises is located.
- (o) Revocation for Failure to Use or for Abandonment of Use. Any cannabis permit that has not been used for a period of 180 days shall automatically expire, and shall become automatically void with no further action required on the part of the county. For any revocation under this provision, permit renewal may be administratively approved by the planning director only if:
  - (1) The use has been conducted in accordance with this section, with the operation's approved plan, and with all applicable use permit conditions of approval; and,
  - (2) There are no outstanding violations related to health, safety, land use, or tax.

(q) Indemnification of County. At the time of submitting an application for a permit pursuant to Sections 26-88-250 through Section 26-88-256, the applicant, and, if different than applicant, the lawful owner(s) of the property on which applicant seeks approval to engage in any commercial cannabis activity, shall agree, as part of the application, to defend, indemnify and hold harmless the county and its agents, officers, attorneys and employees from any claim, action or proceeding brought against the county or its agents, officers, attorneys or employees to attack, set aside, void or annul an approval of the county, its advisory agencies, appeal boards of board of supervisors, which action is brought within the applicable statute of limitations. The indemnification shall include damages awarded against the county, if any, costs of suit, attorney fees and other costs and expenses incurred in connection with such action.

# < INSERT AMDENDED LAND USE TABLES>

(Ord. No. <u>6189</u>, § II(D)(Exh. A-2), 12-20-2016)

Sec. 26-88-252. - Enforcement.

- (a) Violations.
  - Any activity performed contrary to the provisions of Sections 26-88-250 through 26-88-258 is hereby declared to be a violation of this chapter and a public nuisance.
  - (2) Any violation of a term, condition, or the approved plans and specifications of any permit issued pursuant to Sections 26-88-250 through 26-88-2568 shall constitute a violation of this chapter.
  - (3) Each and every day during any portion of which any violation of Sections 26-88-250 through 26-88-258 or any permit issued pursuant to this chapterthereunder is committed, continued, or allowed to continue shall be a separate offense.
- (b) Enforcement. Complaints regarding the noncompliance of commercial cannabis operations—activity or personal cultivation with Sections 26-88-250 through 26-88-258, as applicable, will be addressed by the agency having jurisdiction which may conduct an investigation to determine whether there was a violation of the county code, a zoning standard, or a use permit condition. sSheriff reports, online searches, citations, aerial photos or neighbor documentation may constitute proof of a violation. The agency having jurisdiction shall have discretion to investigate or prosecute any potential violation.
  - If the agency having jurisdiction verifies that a medical cannabis use is operating in violation of the county code, is otherwise unpermitted, or that a violation of any permit condition has occurred, a notice of violation pursuant to Section 1-7.3 of the county code or an administrative citation pursuant to this section may be issued. At the discretion of the agency having jurisdiction or upon appeal, the zoning permit or use permit may be scheduled for a revocation or appeal hearing with the board of zoning adjustments pursuant to Chapter 26 or a revocation or appeal hearing pursuant to Chapter 11. If the permit is revoked, a zoning or use permit for a cannabis operation may not be reapplied for or issued for a period of at least two (2) years.

Additionally, Wwhere the agency having jurisdiction has evidence that a violation of Sections 26-88-250 through 26-88-258 poses a significant health or safety hazard to the owners or occupants of adjoining properties or to the surrounding community, or for other good cause shown, the agency having jurisdiction may, in its discretion, commence a judicial action to enjoin such violation without the necessity of first going through the administrative procedures set forth in Section 1-7.3 of the county code.

- (c)(1) Investigative and Prosecutorial Discretion. The agency having jurisdiction shall have discretion to investigate or prosecute any potential violation.
- (d)(c) Suspension, Revocation or Modification.
  - (1) Any permit, license or approval issued pursuant to this chapter may be suspended, revoked, or modified by the agency having jurisdiction, if the agency director or the Agricultural Commissioner determines any of the following:
  - (1)a. Circumstances under which the permit was granted have changed and the public health, safety, and welfare require the suspension, revocation, or modification;
  - (2)b. The permit was granted, in whole or in part, on the basis of a misrepresentation or omission of a material statement in the permit application; or
  - (3)c. One (1) or more of the conditions of the original permit have not been substantially fulfilled or have been violated.
- (e) (2) Any suspension, revocation, or modification action taken by the Department of Agriculture/Weights and Measures shall be subject to review and appeal procedures pursuant to Chapter 36. Any suspension, revocation, or modification action taken by the Permit and Resource Management Department shall be subject to review and appeal procedures pursuant to Chapter 26. The revocation of any cannabis permit shall have the effect of terminating the permit and denying the privileges granted by the permit.
  - (3) Upon revocation, the permit holder and each person who meets the definition of cannabis business owner of the permit holder shall not apply for or be issued a permit for any commercial cannabis activity for a period of at least two (2) years.
- (e) Appeals. Permits issued by the Department of Agriculture/Weights & Measures shall be subject to review and appeal procedures pursuant to Chapter 11. Permits issued by PRMD shall be subject to review and appeal procedures pursuant to Chapter 26 or Chapter 1 as determined by director. The revocation of any permit issued pursuant to this Chapter shall have the effect of terminating the permit and denying the privileges granted by the permit.
- (c) Administrative Remedies. This section is not intended to, and does not, establish any criminal liability. This section provides administrative remedies for any violation of this section related to all cannabis uses. A violation of this section shall be subject to all civil enforcement and abatement methods, including the administrative procedure set forth in Section 1-7.3 of the county code. The remedies provided for in this section apply to violations verified by the agency having jurisdiction, and shall be cumulative and not exclusive. This section is not intended to, and does not, establish any criminal liability.

- (1) Administrative Enforcement Action. A violation of Sections 26-88-250 through 26-88-258 or any permit issued thereunder shall be subject to civil enforcement and abatement methods pursuant to Section 1-7.3 of the county code, as determined by the agency having jurisdiction.
- (2) Administrative Citations. In addition to all other legal remedies, criminal or civil, which may be pursued by the county to address any violation of the county code, this subsection provides for administrative citations, in the following amounts, adopted pursuant to the authority conferred by the Government Code, including Section 53069.4.
  - a. Any person violating or causing violation of any provision of Sections 26-88-250 through 26-88-258 or any permit issued pursuant to those sections may be issued an administrative citation by the agency having jurisdiction pursuant to Section 1.7-6. Violations of any provision of the county code, permit, license or approvals are subject to administrative citation. Each act, omission, or condition may be cited as a separate violation and each violation that continues, exists, or occurs on more than one (1) day may constitute a separate violation on each day, at the discretion of the agency having jurisdiction.
  - b. Any person issued an administrative citation shall be liable for and shall remit payment of any fine(s) assessed in connection with the citation in compliance with Section 1.7-6 of this code.
  - c. Any person issued an administrative citation may appeal the citation to a hearing officer in compliance with Section 1-7.6 of this code.

# Cannabis Administrative Citation Civil Penalties Schedule

Violation	First Offense	Second Offense	Third Offense
Exceedance of Allowed or Permitted  Cultivation Canopy Area	\$20 per square foot	\$30 per square foot	\$50 per square foot
Non-compliance with a Standard or Condition	\$1,000	\$5,000	\$10,000
Unpermitted Cannabis Use other than cultivation area	\$10,000	\$25,000	\$50,000

(23) Civil Penalties. In addition to any and all other costs, fees, penalties and expenses which may be assessed or imposed as a result of a violation of this chapter the county code, the following civil penalties may be applied to violations associated with

commercial cannabis activity, any person who violates any provision of this chapter shall be liable and responsible for, and shall pay to the county the following penalties, as determined by the agency having jurisdiction.

- (i) For each square foot of canopy in exceedance of permitted canopy, no more than twenty dollars (\$20.00) per square foot for the first offense; no more than thirty dollars (\$30.00) per square foot for the second offense; and no more than fifty dollars (\$50.00) per square foot for the third offense. For each unpermitted cannabis use, no more than ten thousand dollars (\$10,000.00) for the first violation; no more than twenty five thousand dollars (\$25,000.00) for the second violation within two (2) years; and no more than fifty thousand dollars (\$50,000.00) for the third violation within three (3) years.
- (ii) For each violation of a standard or condition of the permit or county code, nNo more than one thousand dollars (\$1,000.00) per day for the first violation; no more than two-five thousand dollars (\$25,000.00) per day for a second violation within two (2) years; and no more than five-ten thousand dollars (\$510,000.00) per day for each additional violation within two (2) years-for each day that the violation exists after the date of mailing or hand delivery of a notice of violation or a notice and order through to its abatement by whatever means; or.
- (iii) For each unpermitted cannabis use, no more than ten thousand dollars (\$10,000.00) for the first violation; no more than twenty-five thousand dollars (\$25,000.00) for the second violation within two (2) years; and no more than fifty thousand dollars (\$50,000.00) for the third violation within three (3) years. No more than twenty dollars (\$20.00) per square foot of cultivation or cannabis use area for the first offense; no more than thirty dollars (\$30.00) per square foot of the cultivation or cannabis use area for the second offense; and no more than fifty dollars (\$50.00) per square foot of the cultivation or cannabis use area for the third offense.
- (iv) In the event that the use or structure in violation may be permitted with an appropriate permit up to a maximum of fifty (50) times the amount of the standard fee for every each required approval, review, and permit.
- (v) The penalty shall be imposed via the administrative process set forth in this section, as provided in Government Code section 53069.4, or may be imposed by the court, if the violation requires court enforcement without an administrative process. Acts, omissions, or conditions in violation of this section that continue, exist, or occur on more than one (1) day constitute separate violations on each day.
- (34) Three Strikes Penalty. Upon receipt of any combination of three (3) administrative citations, verified violations, or hearing officer determinations of violation of any of the permit requirements or standards issued to the owner or operator at any property or combination of properties of the same owner or operator within a two-year period, the permit for a cannabis operation is hereby automatically nullified, voided or revoked, subject to prior notice and to appeal. Appeals shall be filed within ten (10) days of the notice of revocation. Upon revocation, an application to reestablish a cannabis operation at the subject property shall not be accepted for a minimum period of two (2) years.

- (4) Liens. Whenever the amount of any civil penalty imposed pursuant to this section has not been satisfied in full within ninety (90) days and has not been timely appealed to the Superior Court in accordance with Government Code section 53069.4, subdivision (b), or if appealed, such appeal has been dismissed or denied, this obligation may be enforced as a lien against the real property on which the violation occurred.
  - (i) The lien provided herein shall have no force and effect until recorded with the county Recorder. Once recorded, the administrative order shall have the force and effect and priority of a judgment lien governed by the provisions of Code of Civil Procedure Section 697.340, and may be extended as provided in Code of Civil Procedure Sections 683.110 to 683.220, inclusive.
  - (ii) Interest shall accrue on the principal amount of the lien remaining unsatisfied pursuant to the law applicable to civil money judgments.
  - (iii) Prior to recording any such lien, the agency having jurisdiction shall prepare and file with the clerk of the board of supervisors a report stating the amounts due and owing.
  - (iv) The clerk of the board of supervisors will fix a time, date, and place for the board of supervisors to consider the report and any protests or objections to it. The clerk of the board of supervisors shall serve the owner of the property with a hearing notice not less than ten (10) days before the hearing date. The notice must set forth the amount of the delinquent administrative penalty that is due. Notice must be delivered by first class mail, postage prepaid, addressed to the owner at the address shown on the last equalized assessment roll or as otherwise known. Service by mail is effective on the date of mailing and failure of owner to actually receive notice does not affect its validity.
  - (v) Any person whose real property is subject to a lien pursuant to this section may file a written protest with the clerk of the board of supervisors and/or may protest orally at the board of supervisors meeting. Each written protest or objection must contain a description of the property in which the protesting party is interested and the grounds of such protest or objection.
  - (vi) At the conclusion of the hearing, the board of supervisors will adopt a resolution confirming, discharging, or modifying the lien amount.
  - (vii) Within thirty days following the board of supervisors' adoption of a resolution imposing a lien, the agency having jurisdiction will file same as a judgment lien in the Sonoma County Recorder's Office.
  - (viii) Once the county receives full payment for outstanding principal, penalties, and costs, the clerk of the board of supervisors will either record a notice of satisfaction or provide the owner with a notice of satisfaction for recordation at the Sonoma County Recorder's Office. This notice of satisfaction will cancel the county's lien under this section.
  - (ix) The lien may be foreclosed and the real property sold, by the filing of a complaint for foreclosure in a court of competent jurisdiction, and the issuance of a judgment to foreclose. There shall be no right to trial by jury. The county shall be entitled to its attorney's fees and costs.

- (5) Removal of Violation. The penalties imposed by this section may not apply if the agency having jurisdiction establishes that within five (5) days after the date of mailing or hand delivery of notice of the existence of the violation, the person removed from the property the cannabis, the cannabis equipment, the use, or structure which constituted that violation.
- (46) Liability for Costs and Fees. In any enforcement action brought pursuant to this section, whether by administrative or judicial proceedings, each person who causes, permits, suffers, or maintains the unlawful cannabis use shall be liable for all costs incurred by the county, including, but not limited to, administrative costs, and any and all costs incurred to undertake, or to cause or compel any responsible person to undertake, any abatement action in compliance with the requirements of this section. In any action by the agency having jurisdiction to abate unlawful cannabis uses under this section, whether by administrative or judicial proceedings, the prevailing party shall be entitled to a recovery of the reasonable attorney's fees incurred. Recovery of attorneys' fees under this subdivision shall be limited to those actions or proceedings in which the county elects, at the initiation of that action or proceeding, to seek recovery of its own attorney's fees. In no action, administrative proceeding, or special proceeding shall an award of attorneys' fees to a prevailing party exceed the amount of reasonable attorney's fees incurred by the county in the action or proceeding.

-(Ord. No. <u>6189</u>, § II(D)(Exh. A-2), 12-20-2016)

Sec. 26-88-254. - Cannabis cultivation—Commercial medical.

- (a) Purpose. This section establishes development criteria and operating standards for commercial medical—cannabis cultivation activities—as allowed by the base zone in compliance with Section 26-88-250, Commercial Medical—Cannabis Uses.
- (b) Applicability. This section shall apply to all commercial medical cannabis cultivation activities, including but not limited to, outdoor, indoor and mixed light or greenhouse environments and associated drying, curing, grading, and trimming facilities. Medical cannabis cultivation does not include operations that manufacture cannabis products such as oils, tinctures, or edibles which are classified separately. Commercial medical cannabis cultivation operations shall comply with the following development criteria and operating standards—this section in addition to the requirements of Section 26-88-250, Commercial Medical Cannabis Uses.
- (c) Permit Requirements. Commercial medical cannabis cultivation shall be subject to the land use permit requirements as shown in Table 1A-D Allowed Cannabis Uses and Permit Requirements. Zoning permits for outdoor cultivation areas—shall be issued by the Agricultural Commissioner. Zoning permits and use permits for all other cultivation activities shall be issued by PRMDthe Permit and Resource Management Department. New structures, roads, and fences or conversion of existing structures or shipping containers, or similar structures, to cannabis cultivation shall be subject to design standards review maintained by the review authority.
- (d) Limitations on Use. All cultivation shall be conducted and maintained in compliance with this section and the Best Management Practices for Cannabis Cultivation issued by the

Agricultural Commissioner. The Agricultural Commissioner shall determine establish and publish the applicable best management practices and shall enforce the provisions of this section for outdoor cultivation areas and management of pesticides and fertilizers for all cultivation types. PermanentAll structures used in cultivation shall be subject to permits issued by the Permit and Resource Management Department and other agencies having jurisdiction and shall be conducted and maintained in compliance with this chaptercode.

- (e) Multiple Permits. Multiple cultivation permit applications will be processed concurrently. Multiple cultivation permits may be issued to a single person-or entity as defined herein, provided that the total combined canopy cultivation area within the county does not exceed one (1) acre. For the purposes of this provision, the entire canopy of a permit shall be attributed in full to each person who meets the definition of cannabis business owner of the permit holder. Any natural person who owns or controls any interest, directly or indirectly, in a firm, partnership, joint venture, association, cooperative, collective, corporation, limited liability company, estate, trust, business trust, receiver, syndicate, or any other group or combination acting as a unit, shall be collectively considered a single person for the purposes of this standard.
- (f) Development Criteria.
  - (1) Number of Facilities Multi-Tenant Operations. No more than one (1) cultivation use/operator may be approved per contiguous parcel ownership, except in the agricultural, and industrial zones. In the agricultural and industrial zones, Mmultiple zoning permits may be issued for multi-tenant operations on a single parcel provided that the aggregate minimum parcel size is met for the total combined cultivation area and the total combined canopy cultivation area does not exceed the maximum area allowed for the type of cultivation type and parcel size in compliance with Table 1A-D Allowed Cannabis Uses and Permit Requirements. (i.e. Outdoor maximum is forty-three thousand five hundred sixty (43,560) square feet; Indoor/Mixed Light maximum is twenty-two thousand (22,000) square feet).
  - (2) Square Footage Limitations. The total combined square footage of the canopy cultivation area shall not exceed the maximum size thresholds as defined in Table 1A-D Allowable Cannabis Uses and Permit Requirements which provides the maximum size per parcel.
  - (3) -Propagation Area: In order to allow vegetative and other propagative cannabis plant material to be cultivated for use on-site without impacting overall permitted canopy, a floor area of up to 5% of the size of the permitted canopy may be used for non-flowering plants provided this plant material is kept in a separate, unique area away from flowering plants.
  - (43)In agricultural and resource zones, sStructures and areas where cannabis is processed, dried, aged, stored, trimmed, packaged or weighed and areas where equipment is stored and washed shall be limited to the on-site cultivation use only. No cannabis nursery shall exceed one (1) acre in size for outdoor or twenty-two thousand (22,000) square feet for indoor.
  - (53) Property Setbacks- Outdoor <u>cultivation areas</u> canopy and all <u>associated</u> structures <u>associated</u> with the <u>cultivation</u> shall not be located in the front yard setback area and shall be screened from public view. Outdoor <u>canopy cultivation areas</u> shall not be visible from a public right of way. Outdoor <u>canopy cultivation areas</u> shall be setback

- a minimum of one hundred feet (100') from property lines and a minimum of three hundred feet (300') from occupied residences and businesses structures on surrounding properties.
- Outdoor cultivation sites and greenhouses/mixed light structures shall be setback a minimum of one thousand feet (1,000') from a school providing education to K-12 grades, a public park, childcare centers, or an alcohol or drug treatment facility. The distance shall be measured in a straight line from the property line of the protected site to the closest property line of the parcel with the cannabis cultivation use.
- (64) Property Setbacks- Indoor. All structures used for indoor cultivation and all structures used for drying, curing, grading or trimming and all indoor cultivation structures shall comply with the setbacks for the base zone and any applicable combining zone. Structures associated with the cultivation shall not be located in the front yard setback area and shall be screened from public view. There shall be no exterior evidence of cultivation either within or outside the structure.
  - Indoor cultivation shall be setback a minimum of six hundred feet (600') from a school providing education to K-12 grades. The distance shall be measured in a straight line from the property line of the protected site to the closest property line of the parcel with the cannabis cultivation use.
- (75) Property Setbacks- Mixed Light/Greenhouse. Mixed light structures shall be setback a minimum of one hundred feet (100') from property lines and a minimum of three hundred feet (300') from occupied residences and businesses structures on surrounding properties in agricultural and resource zones. Mixed Light structures/greenhouses in industrial zones shall be setback three hundred feet (300') from occupied residences on surrounding properties.
  - Mixed light structures in all zones shall be setback a minimum of one thousand feet (1,000') from a school providing education to K-12 grades, a public park, childcare centers, or an alcohol or drug treatment facility. The distance shall be measured in a straight line from the property line of the protected site to the closest property line of the parcel with the cannabis cultivation use.
- (86) Airport Compatibility. All cannabis operations shall comply with the Comprehensive Airport Land Use Plan.
- (97) Building Requirements. All structures used in commercial cultivation, including greenhouses require a building permit and shall comply with all applicable sections of the county code. Cultivation uses that provide access to the public including, but not limited to, employees, vendors, contractors, business partners, members, customers or patients shall meet county code requirements for accessibility including accessible parking, accessible path of travel, restrooms, and washing facilities.
- (108) Biotic Resources. Proposed cultivation operations, including all associated structures, shall require a biotic **resource** assessment at the time of application that demonstrates that the project is not located within, and will not impact sensitive or special status species habitat, unless a use permit is obtained. Any proposed cultivation operation, including all associated structures, located within adopted federal critical habitat areas must have either all appropriate permits from the applicable state and federal agencies with jurisdiction over the listed species, or a biotic assessment concluding that the project will not result in "take" of a protected wildlife species within the meaning of either the federal or California Endangered Species Acts.

There shall be no tree removal or timber conversions to accommodate cultivation sites, unless a use permit is obtained. Outdoor cultivation areas and related processing structures shall be located outside the Riparian Corridor Stream Conservation Areas (RC combining zone) and outside any designated Biotic Habitat area (BH combining zone). Outdoor cultivation areas shall conform to the agricultural Riparian Corridor setback set forth in Section 26-65-040.

Proposed cultivation operations shall comply with the wetland setbacks set forth in Section 11-16-150, unless a use permit is obtained.

- (11) Conversion of Timberland. Cannabis cultivation activities, including associated structures, may only be located within a non-forested area that was in existence prior to December 20, 2016, and there shall be no tree removal or timber conversions to accommodate cultivation sites, unless a use permit is obtained.
- (12) Property Setbacks- Riparian Corridor Stream Conservation Areas. Structures used for cultivation shall be located outside the Riparian Corridor Stream Conservation Areas (RC combining zone) and outside any designated Biotic Habitat area (BH combining zone). Outdoor canopy shall conform to the agricultural Riparian Corridor setback set forth in Section 26-65-040 and the wetland setback areas in Section 36-16-120.
- (139) Cultural and Historic Resources. Cultivation sites shall avoid impacts to significant cultural and historic resources by complying with the following standards. Sites located within a Historic District shall be subject to review by the Landmarks Commission, unless otherwise exempt, consistent with Section 26-68-020 and shall be required to obtain a use permit. Cultivation operations involving ground disturbing activities, including but not limited to, new structures, roads, water storage, trenching for utilities, water, wastewater, or drainage systems shall be subject to design review standards and referral to the Northwest Information Center and local tribes for consultation. A use permit will be required if mitigation is recommended by the cultural resource survey.and on site monitor during ground disturbing activities may be required to demonstrate cultural and historic resources are protected.

The following minimum standards shall apply to cultivation permits involving ground disturbance. All grading and building permits shall include the following notes on the plans:

If paleontological resources or prehistoric, historic-period or tribal cultural resources are encountered during ground-disturbing work at the project location, all work in the immediate vicinity shall be halted and the operator must immediately notify the agency having jurisdiction of the find. The operator shall be responsible for the cost to have a qualified paleontologist, archaeologist and tribal cultural resource specialist under contract to evaluate the find and make recommendations in a report to the agency having jurisdiction.

Paleontological resources include fossils of animals, plants or other organisms. Historic-period resources include backfilled privies, wells, and refuse pits; concrete, stone, or wood structural elements or foundations; and concentrations of metal, glass, and ceramic refuse. Prehistoric and tribal cultural resources include obsidian and chert

flaked-stone tools (e.g., projectile points, knives, choppers), midden (culturally darkened soil containing heat-affected rock, artifacts, animal bone, or shellfish remains), stone milling equipment, such as mortars and pestles, and certain sites features, places, cultural landscapes, sacred places and objects with cultural value to a California Native American tribe.

If human remains are encountered, work in the immediate vicinity will stop and the operator shall notify the agency having jurisdiction and the Sonoma County Coroner immediately. At the same time, the operator shall be responsible for the cost to have a qualified archaeologist under contract to evaluate the discovery. If the human remains are determined to be of Native American origin, the Coroner must notify the Native American Heritage Commission within twenty-four (24) hours of this identification.

- (1410) Farmland Protection. Where a commercial cultivation site is located within an Agricultural Zone (LIA, LEA, DA), the primary use of the parcel shall remain in agricultural use pursuant to operation shall be consistent with General Plan Policy AR-4a. Indoor and mixed light cultivation facilities shall not remove agricultural production within Important Farmlands, including Prime, Unique and Farmlands of Statewide Importance as designated by the state Farmland Mapping and Monitoring Program, but may offset by relocating agricultural production on a 1:1 ratio.
  - If the facility premises is located on a site under a Land Conservation Act (Williamson Act) contract, the use must comply with the Land Conservation Act contract, any applicable Land Conservation Plan, and be listed as a compatible use in the Sonoma County Uniform Rules for Agricultural Preserves and Farmland Security Zones, including provisions governing the type and extent of compatible uses listed therein. and allowed by the type of contract and approved Land Conservation Plan. An application for modification of the contract and Land Conservation Plan may shall be required if either is inconsistent with proposed use.
- (1511) Fire Code Requirements. The operator applicant shall prepare and implement a Fire Prevention Plan for construction and ongoing operations and obtain an Operational Permit any permits required from the Fire and Emergency Services Department. The Fire Prevention Plan shall include, but not be limited to: emergency vehicle access and turn-around at the facility site(s), vegetation management and fire break maintenance around all structures.
- (1612) Grading and Access. Cultivation sites shall be prohibited on natural slopes steeper than fifteen percent (15%), as defined by Section 11-22-020 county code Chapter 11 Section 16-020, unless a use permit is obtained. Grading shall be subject to a grading permit in compliance with Chapter 11 of the county code.
- (173) Hazardous Materials Sites. No commercial cannabis operation—activity shall be sited on a parcel listed as a hazardous materials site compiled pursuant to Government Code Section 65962.5, unless a use permit is required.
- (184) Lighting. All lighting shall be fully shielded, downward casting and not spill over onto structures, other properties or the night sky. All indoor and mixed light operations shall be fully contained so that little to no light escapes. Light shall not escape at a level that is visible from neighboring properties between sunset and sunrise.
- (195) Runoff and Stormwater Control. Runoff containing sediment or other waste or byproducts shall not be allowed to drain to the storm drain system, waterways, or adjacent lands. Prior to beginning grading or construction, the operator shall prepare and

implement a storm water management plan and an erosion and sediment control plan, approved by the agency having jurisdiction. The plan must include best management practices for erosion control during and after construction and permanent drainage and erosion control measures pursuant to Chapter 11 of the county code. All cultivation operators shall comply with the best management practices for Cannabis Cultivation issued by the Agricultural Commissioner for management of wastes, water, erosion control and management of fertilizers and pesticides.

(<del>2016</del>) Security and Fencing. A Site Security Plan shall be required subject to review and approval by the Permit and Resource Management Department. All Site Security Plans shall be held in a confidential file, exempt from disclosure as a public record pursuant to Government Code Section 6255(a). Security cameras shall be motion-sensor and be installed with capability to record activity beneath the canopy but shall not be visible from surrounding parcels and shall not be pointed at or recording activity on surrounding parcels. Surveillance video shall be kept for a minimum of thirty (30) days. Video must use standard industry format to support criminal investigations. Motionsensor Llighting and alarms shall be installed to insure the safety of persons and to protect the premises from theft. All outdoor and mixed light cultivation sites shall be screened by native, non-invasive fire resistant vegetation and fenced with locking gates consistent with height limitations of Section 26-88-030. Fencing shall be consistent with the surrounding area and shall not diminish the visual quality of the site or surrounding area. with a Knox lock. Razor wire and similar fencing is discouraged and shall not be permitted. Weapons and firearms at the cultivation site are prohibited. Security measures shall be designed to ensure emergency access in compliance with fire safe standards. All structures used for cultivation shall have locking doors to prevent free access.

# (g) Operating Standards.

- (1) Compliance Inspections. All cultivation sites shall be subject to on-site compliance inspections by agencies having jurisdiction. The inspection shall be conducted during regular business hours, with at least 24-hours' notice.
- (2) Air Quality and Odor. All indoor, greenhouse and mixed light cultivation operations and any drying, aging, trimming and packing facilities shall be equipped with odor control filtration and ventilation system(s) to control odors, humidity, and mold. All cultivation sites shall utilize dust control measures on access roads and all ground disturbing activities.
- (3) Energy Use. Electrical power for indoor cultivation and mixed light operations including but not limited to illumination, heating, cooling, and ventilation, shall be provided by any combination of the following: (i) on-grid power with one hundred percent (100%) renewable source; (ii) on-site zero net energy renewable source; or (iii) purchase of carbon offsets of any portion of power not from renewable sources. The use of generators for indoor and mixed light cultivation is prohibited, except for portable temporary use in emergencies only.
- (4) Hazardous Materials. All cultivation operations that utilize hazardous materials shall comply with applicable hazardous waste generator, underground storage tank, above ground storage tanks, and AB 185 (hazardous materials handling) requirements and maintain any applicable permits for these programs from the Fire Prevention Division,

- Certified Unified Program Agency (CUPA) of Sonoma County Fire and Emergency Services Department, or Agricultural Commissioner.
- (5) Hours or of Operation. Outdoor harvesting activities and indoor or mixed light cultivation activities may be conducted seven (7) days a week, twenty-four (24) hours per day as needed. Deliveries and shipping, and outdoor processing activities including drying and trimming, shall be limited to the hours from 8:00 a.m. to 5:00 p.m., unless a use permit is obtained.
- (6) Noise Limits. Cultivation operations—activities shall not exceed the General Plan Noise Standards Table NE-2, measured in accordance with the Sonoma County Noise Guidelines
- (7) Occupational Safety. Cultivators shall comply with all applicable federal, state, and local laws and regulations governing California Agricultural Employers, which may include: federal and state wage and hour laws, CAL/OSHA, OSHA, and the California Agricultural Labor Relations Act.
- (8) Waste Management. A Waste Management Plan addressing the storing, handling, and disposing of all waste by-products of the cultivation and processing activities in compliance with the Best Management Practices issued by the Agricultural Commissioner shall be submitted for review and approval by the agency having jurisdiction. This The plan shall characterize the volumes and types of waste generated, and the operational measures that are proposed to manage and dispose, or reuse the wastes in compliance with best management practices and county standards.
  - All garbage and refuse on this the site shall be accumulated or stored in non-absorbent, water-tight, vector resistant, durable, easily cleanable, galvanized metal or heavy plastic containers with tight fitting lids. No refuse container shall be filled beyond the capacity to completely close the lid. All garbage and refuse on this the site shall not be accumulated or stored for more than seven (7) calendar days, and shall be properly disposed of before the end of the seventh day in a manner prescribed by the Solid Waste Local Enforcement Agency. All waste, including but not limited to refuse, garbage, green waste and recyclables, must be disposed of in accordance with local and state codes, laws and regulations. All waste generated from cannabis operations must be properly stored and secured to prevent access from the public.
- (9) Waste Water Discharge. A waste water management plan shall be submitted identifying the amount of waste water, excess irrigation and domestic wastewater anticipated, as well as disposal. All cultivation operations shall comply with the Best Management Practices issued by the Agricultural Commissioner and shall submit verification of compliance with the Waste Discharge Requirements of the applicable Regional State Water Resource Quality Control Board, or waiver thereof. Excess irrigation water or effluent from cultivation activities shall be directed to a sanitary sewer, septic, irrigation, greywater or bio-retention treatment systems. If discharging to a septic system, a system capacity evaluation by a qualified sanitary engineer shall be included in the management plan. All domestic waste for employees shall be disposed of in a permanent sanitary sewer or on-site septic system demonstrated to have adequate capacity.
- (10) Water Supply. Water Source. An on-site water supply source adequate to meet all on site uses on a sustainable basis shall be provided. Water use includes, but may not be limited to, irrigation water, and a permanent potable water supply for all

**employees.** Trucked water shall not be allowed, except as noted below **for recycled water from a municipal water supplier**, and for emergencies requiring immediate action as determined by the director. The onsite water supply shall be considered adequate with documentation of any one (1) of the following sources:

- a. Municipal Water: A municipal water supplier as defined in California Water Code Section 13575. The applicant shall provide documentation from the municipal water source The public water supplier providing water service to the site has that adequate supplies are available to serve the proposed use.
- **b. Recycled Water:** The use of recycled process wastewater **or captured rainwater** from an onsite use or connection to a municipal recycled water supply for **the\_non-potable cultivation** use, provided that an adequate on-site water supply is available for employees and other uses.
- **c. Surface Water:** An existing legal water right and, if applicable, a Streambed Alteration Agreement issued by **the** California **Department of** Fish and Wildlife.

#### d. Groundwater Well: Well Water:

- 1. The site is located in Groundwater Availability Zone 1 or, 2, or 3 and not within an area for which a Groundwater Management Plan has been adopted or within a high or medium priority basin as defined by the State Department of Water Resources; or
- 2. Within Groundwater Availability Zone 3 or, 4, or an area for which a Groundwater Management Plan has been adopted or designated high or medium priority basin, the proposed use would:
  - a. The proposed use would not result in a net increase in water use on site through implementation of water conservation measures, rainwater catchment or recycled water reuse system, water recharge project, or participation in a local groundwater management project; or
  - b. Trucked recycled water may be considered for the cultivation area with a use permit, provided that adequate on-site water supplies are available for employees and other uses; or
  - **eb.** A qualified professional prepares a hydro-geologic report acceptable to the review authority providing supporting data and analysis and certifying that the onsite groundwater supply is adequate to meet the proposed uses and cumulative projected land uses in the area on a sustained basis, and that the operation will not:
  - i. result in or exacerbate an overdraft condition in basin or aquifer;
  - ii. result in reduction of critical flow in nearby streams; or
  - iii. result in well interference at offsite wells.
- (11) Groundwater Monitoring: Water wells used for cultivation shall be equipped with a meter and sounding tube or other water level sounding device and marked with a measuring reference point. Water meters shall be maintained in a calibrated state and documentation shall be submitted to the Permit and Resource Management Department at least once every five (5) years. Static water level and total quantity of

water pumped shall be recorded quarterly and reported annually. Static water level is the depth from ground level to the well water level when the pump is not operating after being turned off. Static water level shall be measured by turning the pump off at the end of the working day and recording the water level at the beginning of the following day before turning the pump back on. Groundwater monitoring reports shall be submitted annually to the Permit and Resource Management Department, Project Review Division by January 31 of each year. The annual report shall show a cumulative hydrograph of include water meter readings, static water levels and the total quarterly quantities of water pumped from well(s) used in processing, and static water levels.

(12) Groundwater Monitoring Easement: Prior to the issuance of any permit for commercial cannabis cultivation pursuant to this chapter, an eEasement is required to be recorded for this project to provide Sonoma County personnel access to any onsite water well serving this project proposed use and any required monitoring well to collect water meter readings and groundwater level measurements. Access shall be granted for this purpose Monday through Friday from 8:00 a.m. to 5:00 p.m. Easements conveyed to the County under this Section shall be signed and accepted by either the Director of Permit and Resource Management or the Agricultural Commissioner. All easement language is subject to review and approval by the agency having jurisdiction PRMD Project Review staff and County Counselthe review authority -prior to recordation.

(Ord. No. 6189, § H(D)(Exh. A-2), 12-20-2016)

Sec. 26-88-256. - Medical cCannabis dispensary uses.

- (a) Purpose. This section provides the location and operational standards for any medical cannabis dispensary within the unincorporated county in order to promote the health, safety, and general welfare of its residents and businesses.
- (b) Applicability. Medical e Cannabis dispensaries shall be permitted only in compliance with the requirements of this section, the requirements of Section 26-88-250, and all other applicable requirements of the underlying zoning district.
- (c) Permit Requirements. A use permit issued in compliance with Sections 26-92-070 and 26-92-080 shall be required for any medical—cannabis dispensary. Medical—cannabis dispensaries shall also be subject to permit requirements and regulations established by the Sonoma County Department of Health Services. Additionally, medical—Ceannabis dispensaries must comply with all other applicable building codes and requirements, including accessibility requirements.
- (d) Limit on Number of Dispensaries. No more than nine (9) medical cannabis dispensaries shall be permitted within the unincorporated county at any one (1) time.
- (e) Compliance with Operating Plan and Conditions Required. A medical cannabis dispensary shall submit, as a part of the use permit application, an operating plan that specifies the manner in which operations will be handled and security provided, and which details the number of employees, number of patients customers, hours and days of operation allowed and approved. The operating plan shall provide that the dispensary shall require, at a minimum, a photo identification for any person entering the site, as well as a doctor's written recommendation in compliance with state law, if applicable as well as a photo identification for any person entering the site. Any medical cannabis dispensary approved

under this section shall be operated in conformance with the approved operating plan and shall meet any specific, additional operating procedures and measures as may be imposed as conditions of approval to ensure that the operation of the dispensary is consistent with protection of the health, safety and welfare of the community, qualified patients, and primary caregivers, and will not adversely affect surrounding uses.

- (f) Limited Term. Use permits for medical cannabis dispensaries shall be limited-term, and shall be issued for a maximum period of two (2) years.one (1) year.
- (g) Exercise and Renewal of Permit. Use permits for medical cannabis dispensaries shall be exercised only by the applicant and shall expire upon termination of the business for which it was issued, or upon sale or transfer of ownership of the medical cannabis dispensary. All use permits issued for a medical cannabis dispensary shall include the following provision: "This use permit shall expire upon change of tenancy or sale or transfer of the business or property." Any use permit that is abandoned for a period of six (6) months shall automatically expire, and shall become null and void with no further action required on the part of the county. A use permit renewal may be administratively approved by the planning director only if all of the following findings are made:
  - (1) The use has been conducted in accordance with this section, with the dispensary's approved operating plan, and with all applicable use permit conditions of approval;
  - (2) The business for which the use permit was approved has not been transferred to another owner or operator;
  - (3) There are no outstanding violations of health, safety, or land use.
- (h) Revocation or Modification. A use permit approved under this section may be revoked or modified at any time following public hearing in accordance with Section 26-92-120.
- (i) Signed Affidavit. The property owner and applicant, if other than the property owner, shall sign the application for the use permit, and shall include affidavits agreeing to abide by and conform to the conditions of the use permit and all provisions of the Sonoma County code pertaining to the establishment and operation of the medical cannabis dispensary use, including, but not limited to, the provisions of this section. The affidavit(s) shall acknowledge that the approval of the medical cannabis dispensary use permit shall in no way permit any activity contrary to the Sonoma County code, or any activity which is in violation of any applicable laws.
- (jg) Location Requirements.
  - (1) A medical cannabis dispensary shall not be established on any parcel containing a dwelling unit used as a residence, nor within one hundred feet (100') of a residential zoning district.
  - (2) A medical cannabis dispensary shall not be established within one thousand feet (1,000') of any other medical cannabis dispensary, nor within five hundred feet (500') from a smoke shop or similar facility selling drug paraphernalia.
  - (3) A medical cannabis dispensary shall not be established within one thousand feet (1,000') from any public or private a school providing education to K-12 grades, park, childcare center, or drug or alcohol treatment facility. The distance shall be measured in a straight line from the property line of the protected site to the closest property line of the parcel with the cannabis dispensary.
  - (4) Notwithstanding, the subsections (j)(1)—(2) may be waived by the decision-makerreview authority when the applicant can show that an actual physical separation exists between land uses or parcels such that no off-site impacts could occur.

- (5) A medical cannabis dispensary proposed within the sphere of influence of a city will be referred to the appropriate city for consultation.
- (kh) Operating Standards. The following are the minimum development criteria and operational standards applicable to any medical cannabis dispensary use:
  - (1) The building in which the dispensary is located shall comply with all applicable local, state and federal rules, regulations, and laws including, but not limited to, building codes and accessibility requirements;
  - (2) The dispensary shall provide adequate security on the premises, including lighting and alarms, to insure the safety of persons and to protect the premises from theft. The applicant shall submit a security plan for review and approval by PRMD. The Security Plan shall remain confidential.
  - (3) The site plan, circulation, parking, lighting, facility exterior, and any signage shall be subject to design review committee review and approval. The planning director may waive this requirement where the applicant can demonstrate that existing facilities, including parking, lighting and landscaping, already meet the requirements of this section;
  - (4) No exterior signage or symbols shall be displayed which advertises the availability of cannabis, nor shall any such signage or symbols be displayed on the interior of the facility in such a way as to be visible from the exterior;
  - (5) No person shall be allowed onto the premises unless they are an employee, vendor or contractor of the dispensary, a primary caregiver, and/or a qualified patient or an employee of an agency having jurisdiction monitoring or investigating the terms of regulatory compliance. If the dispensary denies entry for monitoring and inspection to any employee of an agency having jurisdiction, the dispensary may be closed. In strict accordance with California Health and Safety Code Section 11362.5 et seq. no person under the age of eighteen (18) shall be allowed on the dispensary site. Customer access to the premises shall be limited to individuals who are at least twenty one (21) years of age and individuals who are least eighteen (18) years of age with a valid doctor's recommendation. All persons individuals entering the site shall present a photo identification and shall establish proof of doctor's recommendation, if applicable, except as representing a regulatory agency. The operating plan submitted as a part of the use permit application shall specify how this provision will be complied with and enforced;
  - (6) No dispensary shall hold or maintain a license from the State Department of Alcoholic Beverage Control to sell alcoholic beverages, or operate a business that sells alcoholic beverages. No alcoholic beverages shall be allowed or consumed on the premises;
  - (7) An exhaust and ventilation system shall be utilized to prevent off-site odors;
  - (8) No dispensary shall conduct or engage in the commercial sale of any product, good or service unless otherwise approved by the use permit. A dispensary may sell live starter plants, clones and seeds from qualified nurseries, but shall not cultivate or clone cannabis. A dispensary may sell manufactured cannabis, including edible products, and vaporizing devices if allowed by a permit issued by the Department of Health Services. Not more than ten percent (10%) of the floor area, up to a maximum of fifty (50) square feet may be devoted to the sale of incidental goods for personal cultivation but shall not include clothing, posters or other promotional items;

- (9) No cannabis shall be smoked, ingested, or otherwise consumed on the premises. The term "premises" includes the actual building, as well as any accessory structures, parking areas, or other immediate surroundings;
- (10) No dispensary may increase in size without amending the use permit. The size limitation shall be included in the operational plan required by Section 26-88-126256(e), of this section;
- (11) Parking must meet the requirements of Section 26-86-010.
- (12) Operating days and hours shall be limited to Monday through Saturday from 7:00 a.m. to 7:00 p.m., including deliveries, or as otherwise allowed by the use permit. Operating hours may be further restricted through the use permit process where needed to provide land use compatibility.
- (13) Medical eCannabis delivery services may only be allowed with a dispensary use permit.

(Ord. No. <u>6189</u>, § II(F)(Exh. A-3), 12-20-2016) Sec. 26-88-258. - Cannabis cultivation—Personal.

- (a) Purpose. This section establishes development criteria and operating standards for personal cannabis cultivation for medical or adult use.
- (b) Cultivation of cannabis for personal use shall be subject to the following standards and limitations as allowed in the base zone—in compliance with Section 26 88 250. These standards shall apply to any—all types of cannabis cultivation growing—environment including, but not limited to, (indoor, outdoor, and mixed light/greenhouse or indoor) unless otherwise specified. environments.
  - (1) Residency Requirement. Cultivation of cannabis for personal use is limited to parcels with a residence and a full-time resident on the premises where the cultivation is occurring.
  - (2) Maximum Personal Cultivation. Cultivation of cannabis for personal use is limited to no more than one hundred (100) square feet per residence, of which up to six (6) plants can be cultivated for adult use purposes.
  - (3) Prohibition of Volatile Solvents. The use of volatile solvents, as defined herein, to manufacture cannabis products is prohibited.
  - (4) Outdoor Personal Cultivation. Cannabis plants shall not be located in front and side yard setback areas and shall not be visible from a public right of way. Outdoor cannabis cultivation is prohibited on parcels with multi-family units or in the medium and high density residential zones (R2 and R3).
  - (5) Indoor and Mixed-Light Personal Cultivation.
    - (i) Indoor and mixed light personal cultivation must be contained within an enclosed accessory structure, greenhouse or garage. Cultivation within a structure approved for residential use as set forth in Chapter 7 of the county code is prohibited, unless there is no other feasible alternative location.
    - (ii) Light systems shall be fully shielded, including adequate coverings on windows, so as to confine light and glare to the interior of the structure.
- (6) Personal Cultivation Structures. All structures used for cultivation shall comply with the following:

### **DRAFT ORD18-0003** SUMMARY OF ALLOWED LAND USES AND PERMIT REQUIREMENTS FOR CANNABIS USES

	ZONING DISTRICT  Agricultural Posidontial Lithan Posidontial Commercial Commercial Public District Posidontial Dis															<b>5</b> · · ·	. I.										
				Agricultural			Resources		Rural Residential		Urban Residential					1 1	ommercial			pecial	Industrial			Publi		ic Public Pub	
LAND USE	MAXIMUM CANOPY PER PARCEL (square feet or plant)	MINIMUM PARCEL SIZE	STATE LICENSE TYPE	Land Intensive Agriculture	Land Extensive Agriculture	Diverse Agriculture	Resources and Rural Development	Timber Preserve	Agriculture and Residential	Rural Residential	Low Density Residential	Medium Density Residential	High Density Residential	Planned Community Commercial Office	Neighborhood Commercial	Retail Business and Services	General Commercial	Limited Commercial	Commercial Rural	Recreation and Visitor Serving	Industrial Park	Limited Urban Industrial	Heavy Industrial	Limited Rural Industrial	Public Facilities	Inclusion Zone	
				LIA <sup>1</sup>	LEA <sup>1</sup>	DA <sup>1</sup>	RRD <sup>1</sup>	TP	AR	RR	R1	R2	R3 F	CO CO	C1	C2	C3	LC C	CR A	s K	MP	M1	M2	М3	PF	Υ	
CANNABIS USES																											
Outdoor Cultivation		Out	lined area in	dicates Zonir	ng Permits w	hich are proce	essed by the	e Dept	of Agricul	Iture, Weig	hts & I	Measu	res														
Cottage	25 plants	2 ac	1C	CUP/ZP <sup>2</sup>	CUP/ZP <sup>2</sup>	CUP/ZP <sup>2</sup>	MUP	_	_	_	_	_	_		_	_	_	_   -	_   -	-   —	_	_	_	_	_	_	
Specialty Outdoor	5,000 sq. ft. or 50 plants	3 ac	1	CUP	CUP/ZP <sup>2</sup>	CUP/ZP <sup>2</sup>	CUP	_	_	_	_	_	_   -	_	_	_	_	_   -	_   -	-   -	_	_	_	-	_	_	
Small Outdoor	5,001 - 10,000	5 ac	2	CUP	CUP/ZP <sup>2</sup>	CUP/ZP <sup>2</sup>	CUP	<u> </u>	_	_	_	—	_   -		_	_	_	_   -	_   -	-   —	_	_	_	_	_	_	
Medium Outdoor	10,001 - 43,560	10 ac	3	CUP	CUP	CUP	CUP	_	_	_	_	—	_   -		_	_	_	_   -	_   -	-   —	_	_	_	_	_	_	
Nursery Outdoor	Limited as Expressed	l Above	4	CUP	CUP	CUP	CUP	_	_	_	_	_	_   -	_   _	_	_	_	_   -	_   _	-   —	_	_	_	_	_	_	А
ndoor Cultivation																											
Cottage	500	None <sup>4</sup>	1C	CUP/ZP <sup>2,3</sup>	CUP/ZP <sup>2,3</sup>	CUP/ZP <sup>2,3</sup>	MUP	_	_	_	_	_	_   -		_	_	_	_   -	_   -	-   —	ZP	ZP	ZP	ZP	_	_	
Specialty Indoor	501 - 5,000	None <sup>4</sup>	1A	CUP <sup>3</sup>	CUP <sup>3</sup>	CUP <sup>3</sup>	CUP <sup>3</sup>	-	_	_	_	_	_   -	_   _	_	_	_	_   -	_   -	-   —	MUP	MUP	MUP	MUP	_	_	
Small Indoor	5,001 - 10,000	None	2A	_	_	_	_	T —	_	_	_	_			_	_	_	_   -	_   -	-   -	MUP	MUP	MUP	MUP	_	_	A
Medium Indoor	10,001 - 22,000	None	3A	_	_	_	_	_	_	_	_	_	_   -	_   _	_	_	_	_   -	_   _	-   -	MUP	MUP	MUP	MUP	_	_	П
Nursery Indoor	Limited as Expressed	l Above	4	CUP <sup>3</sup>	CUP <sup>3</sup>	CUP/2 ac <sup>3</sup>	CUP <sup>3</sup>	_	_	_	_	_			_	_	_		_   -	-   —	MUP	MUP	MUP	MUP	-	_	П
Mixed Light Cultivation																											
Cottage	2,500	2 ac	1C	CUP/ZP <sup>2,3</sup>	CUP/ZP <sup>2</sup>	CUP/ZP <sup>2</sup>	MUP	_	_	_	_	_		_	_	_	_	_   -	_   -	-   —	_	MUP	MUP	MUP	_	_	
Specialty Mixed Light	2,501 - 5,000	3 ac	1B	CUP <sup>3</sup>	CUP	CUP	CUP	-	_	_	_	_	_   -	_   _	_	_	_	_   -	-   -	-   —	_	MUP	MUP	MUP	_	_	А
Small Mixed Light	5,001 - 10,000	5 ac	2B	CUP <sup>3</sup>	CUP	CUP	CUP	-	_	_	_	_	_   -	_   _	_	_	_	_   -	-   -	-   —	_	MUP	MUP	MUP		_	
Medium Mixed Light	10,001 - 22,000	10 ac	3B	_	_	_	_	-	_	_	_	_	_	_	_	_	_	_   -	_   -	-   —	_	MUP	MUP	MUP	1	_	
Nursery Mixed Light	Limited as Expressed	l Above	4	CUP	CUP	CUP	CUP	_	_	_	_	_		_   _	_	_	_		_   -	-   -	_	MUP	MUP	MUP	_	_	
Festing/Laboratories			8	_	_	_	_	_	_	_	_	_	_	_	_	_	MUP	MUP -	_   -	-	MUP	MUP	MUP	MUP	_	_	
Manufacturing														·													
_evel 1 - nonvolatile solvents	per use permit		6	_	_	_	_	_	_	_	_	_	_   -	_   _	_	_	_	_   -	_   _	-   —	MUP	MUP	MUP	MUP	_	_	
Dispensaries		•											·														
Storefront and Delivery	per use permit		10	_	_	_	_	_	_	_	_	_	_   -	_   _	CUP	CUP	_	CUP -	_   -	-   -	_	_	_	_	_	_	
Processing Only	per use permit			_	_	_	_	<b>—</b>	_	_	_	_			_	_	_	_	_   -	-   —	MUP	MUP	MUP	MUP	_	_	
licrobusiness	per use permit			_	_	_	_	<b> </b>	_	_	_	_			_	_	_		_   -	-   —	MUP	MUP	MUP	MUP	_	_	
Distributor/Transportation	per use permit		11	_	_	_	_	T —	_	_	_	_			_	_	_		_   _	-   _	MUP	MUP	MUP	MUP	_	_	
																1											$\rightarrow$

	ZP	Permitted Use if standards met- CEQA exempt; Zoning Permit and Building Permit only									
	MUP	Minor Use Permit or Hearing Waiver; CEQA applies unless Cat Exempt; can add conditions									
ſ	CUP	Use Permit - noticed hearing before Planning Commission; CEQA; can add conditions									
ſ		Use not allowed									

- Notes: 1 Commercial Medical Cannabis Uses on properties with a Land Conservation (Williamson Act) Act Contract are subject to Uniform Rules for Agricultural Preserves.
  - 2 Zoning Permit Okay if Property is 10 acres or over in size
  - 3 Within existing previously developed areas, including hardscape, or legally established structures built (finaled) prior to January 1, 2016. No net increase in impervious surface.
  - 4 2 acre minimum lot size for indoor cultivation within the DA zone
  - 5 Self Distribution reflect the state Distributor Transport License but restricts the licensse to only transporting cannabis goods that the licensee has cultivated or manufactured.

For example:

A 5-acre DA parcel would allow

10,000 SF outdoor

10,000 SF mixed light

5,000 SF indoor

Any combination not exceeding 5,000 SF indoor and 10,000 SF total

#### **Cannabis Exclusion Zone**

Chapter 26 of the Sonoma County Code is amended to add a new Article 73, as follows:

#### Article 73. – Q Cannabis Exclusion Combining District.

#### Sec. 26-73-005. - Purpose.

The purpose of this district is to provide for the exclusion of cannabis related uses in the following areas:

- (a) Areas where there is inadequate road access or other conflicts;
- (b) Areas where the prevalence or concentration of cannabis operations is detrimental to the residential character of area;
- (c) Areas where the commercial or industrial uses are to be protected from conversion to cannabis uses;
- (d) Areas where, because of topography, access, water availability or vegetation, there is a significant fire hazard;
- (e) Areas with sensitive biotic resources or significant environmental sensitivity exists;
- (f) Other areas where the Board of Supervisors determines that it is within the public interest to prohibit cannabis uses.

#### Sec. 26-73-010. - Permitted uses.

All uses permitted in the base zone with which the Q combining district is applied shall be permitted in the Q combining zone, except for the establishment, operation, placement or construction of cannabis cultivation or related land uses otherwise authorized by 26-88-250 through 256.

#### **Cannabis Inclusion Zone**

Chapter 26 of the Sonoma County Code is amended to add a new Article 74, as follows:

#### Article 74. – Cannabis Inclusion Combining District.

Sec. 26-74-005. - Purpose.

The purpose of this district is to provide for the allowance of commercial cannabis cultivation operations within appropriate areas.

#### Sec. 26-74-010 Applicability.

This combining zone may be applied to zoning districts where determined it is appropriate to allow commercial cannabis cultivation operations.

#### Sec. 26-74-010. - Permitted uses.

In addition to the uses permitted in the base zoning, commercial cannabis cultivation operations may be permitted in the Y combining zone subject to approval of a conditional use permit and subject to the special use regulations in Sections 26-88-250 through 256, as applicable.

- (a) When combined with a Rural Residential (RR) or Agriculture and Residential (AR) Zone, within Planning Areas 4,5 or 6 subject to the following criteria:
  - a. Property is five acres in size or larger; or
- (b) When combined with a Neighborhood Commercial (C1), Retail Business and Services (C2), or General Commercial (C3) Zone in all areas of the County.

**Resolution Number** 

County of Sonoma Santa Rosa, California

June 7, 2018 ORD18-0003 Katie Olding

RESOLUTION OF THE PLANNING COMMISSION OF THE COUNTY OF SONOMA, STATE OF CALIFORNIA, RECOMMENDING TO THE BOARD OF SUPERVISORS THE PROPOSED AMENDMENTS TO CHAPTER 26 OF THE ZONING CODE TO ALLOW ADULT USE FOR THE FULL CANNABIS SUPPLY CHAIN, ENHANCE NEIGHBORHOOD COMPATIBILITY, CREATE CANNABIS INCLUSION AND EXCLUSION COMBINING DISTRICTS, THE ADDITION OF NEW DEFINITIONS AND AMENDMENTS TO HARMONIZE WITH CALIFORNIA STATE LAW AND REGULATIONS WHERE APPROPRIATE, AND OTHER AMENDMENTS AS NECESSARY FOR CLARIFICATION

WHEREAS, the Medical Cannabis Regulation and Safety Act ("MCRSA"), signed into law in October 2015, constructed a comprehensive framework for the regulation of medical cannabis and replaced the collective/cooperative model with a dual commercial licensing scheme at the local and state levels; and

WHEREAS, on December 20, 2016, the Board of Supervisors adopted a series of ordinances to establish a comprehensive local program, to permit and regulate the complete supply chain of medical uses; and

WHEREAS, the Senate Bill 94, known as the "2017-2018 Budget Trailer Bill", signed into law on June 27, 2017, repealed the Medical Cannabis Regulation and Safety Act ("MCRSA") and the Adult Use of Marijuana Act ("AUMA") with one regulatory framework termed the Medicinal and Adult-Use Cannabis Regulation and Safety Act ("MAUCRSA"); and

WHEREAS, SB 94 amended Business and Professions Code section 26055 to add subsection (h), which provides that the CEQA process does not apply to the adoption of an ordinance, rule, or regulation by a local jurisdiction that requires discretionary review and approval of applications for permits, licenses, or other authorizations to engage in commercial cannabis activity, and that in order to qualify for this exemption, the discretionary review of applications provided for by any such law, ordinance, rule, or regulation shall include a requirement for any applicable environmental review pursuant to the CEQA process to occur prior to taking action on such applications; and

WHEREAS, on July 5, 2017 the County of Sonoma began accepting permit applications for cannabis-related businesses in accordance with the newly adopted Medical Cannabis Land Use Ordinance; and

WHEREAS, on November 16, 2017 the three State of California cannabis licensing authorities, California Bureau of Cannabis Control, CalCannabis Cultivation Licensing, and the

Resolution No. June 7, 2018 Page 2

Manufactured Cannabis Safety Branch, issued their comprehensive emergency regulations creating the current cannabis regulatory structure; and

WHEREAS, on April 10, 2018 the Board of Supervisors adopted a Resolution of Intention, directing staff to explore and propose amendments to the Cannabis Ordinance to allow for Adult Use cannabis for the full supply chain, enhance neighborhood compatibility, and adopt new definitions and minor technical changes to harmonize with State law and regulations where appropriate; and

WHEREAS, it is the determination of staff that the proposed amendments are consistent with the previously circulated and approved Negative Declaration, adopted December 20, 2016; that the project is categorically exempt from the California Environmental Quality Act under Section 15061(b)(3) of the CEQA Guidelines because it can be seen with certainty that the project will have no significant or physical effect on the environment; under sections 15307 and 15308 as an action taken to assure the maintenance, restoration, enhancement, and protection of natural resources and the environment where the regulatory process involves procedures for protection of the environment; and Section 15321 as an action by an agency for enforcement of a law, general, rule, standard or objective administered or adopted by the agency; and the Business and Professionals Code Section 26055(h) (MAUCRSA) because the adoption of this ordinance requires discretionary review of cannabis operations which will include applicable environmental review under CEQA. The Planning Commission finds on the basis of the whole record before it that this exemption reflects the independent judgment and analysis of the Commission and that there is no substantial evidence that the project will have a significant effect on the environment.

NOW, THEREFORE, BE IT RESOLVED that the Planning Commission recommends that the Board of Supervisors adopt the attached revised Medical Cannabis Land Use Ordinance amending Chapter 26 of the Sonoma County Zoning Code.

WHEREAS, in accordance with the provisions of law, the Planning Commission held a public hearing on June 7, 2018, at which time all interested persons were given an opportunity to be heard.

NOW, THEREFORE, BE IT RESOLVED, that the Planning Commission makes the following findings:

- 1. The proposed amendments are necessary and desirable to protect the public health, safety and environmental resources, provide a consistent regulatory pathway for the cannabis industry consistent with state regulations, foster a healthy, diverse and economically viable cannabis industry that contributes to the local economy, and ensure that environmental, public health, safety and nuisance factors related to the cannabis industry are adequately addressed.
- 2. This ordinance amendment is intended to be Part 1 to a two part policy effort to alleviate neighborhood compatibility issues and harmonize with state regulations which were adopted after the County's adoption of the Cannabis Land Use Ordinance on December 20, 2016 (Ordinance #6189).
- 3. This ordinance is consistent with the overall goals, objectives, policies and programs of the General Plan to promote a healthy and competitive agricultural, stabilize farm incomes and provide opportunities for diversification of agricultural products; protect

Resolution No.: June 7, 2018 Page 3

Important Farmlands; preserve biotic resources; promote energy conservation and use of renewable energy; minimize discharge of sediment, waste and other pollutants into the drainage systems; protect groundwater resources; encourage graywater systems and use of recycled water.

4. It is the determination of staff that the proposed amendments are consistent with the previously circulated and approved Negative Declaration, adopted December 20, 2016; that the project is categorically exempt from the California Environmental Quality Act under Section 15061(b)(3) of the CEQA Guidelines because it can be seen with certainty that the project will have no significant or physical effect on the environment; under sections 15307 and 15308 as an action taken to assure the maintenance, restoration, enhancement, and protection of natural resources and the environment where the regulatory process involves procedures for protection of the environment; and Section 15321 as an action by an agency for enforcement of a law, general, rule, standard or objective administered or adopted by the agency; and the Business and Professionals Code Section 26055(h) (MAUCRSA) because the adoption of this ordinance requires discretionary review of cannabis operations which will include applicable environmental review under CEQA. The Planning Commission finds on the basis of the whole record before it that this exemption reflects the independent judgment and analysis of the Commission and that there is no substantial evidence that the project will have a significant effect on the environment.

BE IT FURTHER RESOLVED that the Planning Commission recommends that the Board of Supervisors find the project to be exempt from CEQA and approve the proposed changes to Chapter 26 of the Sonoma County Code.

BE IT FURTHER RESOLVED that the Planning Commission designates the Secretary of the Planning Commission as the custodian of the documents and other material which constitute the record of proceedings upon which the decision herein is based. These documents may be found at the office of the Sonoma County Permit and Resource Management Department, 2550 Ventura Avenue, Santa Rosa, CA 95403.

THE FOREGOING RESOLUTION was introduced by Commissioner NAME, who moved its adoption, seconded by Commissioner NAME, and adopted on roll call by the following vote:

Commissioner Todd Tamera Commissioner Komron Shohhosseini Commissioner Cameron Mauritson Commissioner Pamela Davis Commissioner Greg Carr

Ayes: Noes: Absent: Abstain:

WHEREUPON, the Chair declared the above and foregoing Resolution duly adopted; and

SO ORDERED.

# EXHIBIT F Cannabis Advisory Group Recommendations

#### Report from Sub-Committee on Inclusion/Exclusion Zones

#### **Discussion:**

This sub-committee was tasked with exploring the concept of Inclusion/Exclusion Zones for cannabis cultivation in the county. After several meetings of grappling with this concept we found that while exclusion zones were potentially a helpful tool, inclusion zones were not. Therefore, it was agreed the two committee members representing neighborhood groups would focus on exclusion zone criteria and the rest of us would focus on criteria for cultivation on parcels under 10 acres. The ideas presented here are outside the box thinking. Applying mainstream ways of relating to the cannabis industry is not working, thus we felt it was important that Staff, and ultimately the Board, have options to consider which have not yet been put on the table.

#### **History:**

The CAG was created to give the BOS input from on the ground players regarding issues that the newly regulated cannabis industry faces as we move into phase two of implementing the county ordinance. And while we want to listen to what the board members are saying about cannabis and how they want to move forward, our job ultimately is to bring them information and ideas they don't already have. As Supervisor Gorin said at our first meeting, "you are the eyes and ears of your communities, and we need to know what you see and hear that can help us shape policy going forward."

The Supervisors are frustrated with the lack of participation by the cannabis community in the regulated market. Supervisor Zane asked the question at the last meeting, "What is the problem? Why are people not stepping up?" This is a perfect example of how the CAG can help inform the Supervisors as to why there is so little participation. Participation in the regulated market will remain as it is unless we find creative ways to include the small, local farmers. There simply isn't anywhere for small cannabis farmers to go that they can afford. When discussing cultivation, it seems the discussion is primarily based on the impacts of outdoor growing. The smell, security issues, unsightly fences, etc. But the vast majority of cultivation on smaller parcels in this county happens indoors or in greenhouses. Why are we not discussing how these

two methods on smaller parcels could be compatible with neighborhoods? Pushing outdoor cultivation to larger parcels (10 acres or more) in certain areas of the county may be appropriate, but making yet another sweeping, county-wide restriction is a mistake. There are many areas of the county where outdoor cultivation on smaller parcels would be acceptable to neighbors. Pushing all indoor to industrial is just more of the same; supporting big business with deep pockets while leaving the local indoor cultivators out or under-ground.

The other huge issue of course is crime. We all know that crime goes down with legalization, but only if people participate in legalization. More regulation=less participation=more crime. We are not a one size fits all county. As Supervisor Hopkins said at the meeting, her district is quite cannabis friendly while others are not. If we stop trying to figure out what is going to work county-wide for all parcels over or under a certain size and work off a basic set of criteria for each category of cultivation: outdoor, indoor, and mixed light, we would see more participation in the regulated market and less tension in the neighborhoods. Thousands of growers have been operating for years in harmony with their neighbors in this county. Let's consider allowing our local cultivators to work together with their neighbors on whether a cultivation will work in their neighborhood rather than applying yet another layer of restriction on an already top heavy regulatory scheme.

The ordinance already lays out all the restrictions on water, access, biotic compatibility, etc. See below for some additional suggestions on how to work with the issues.

#### **Policy Options for Small Parcel Cultivation:**

- Move away from using zoning and acre size to determine where cultivation can happen and allow cultivation if the operator can meet the criteria set forth by the ordinance with these additional requirements. Set-backs from property-lines, residents, schools and parks already severely limits where cultivation can happen.
  - o Must be a 2 yr resident on parcels under 5 acres.
  - O Must prove no impact on neighbors that share a property line on parcels under 5 acres either by proving how they will mitigate impacts or with signed statements from neighbors that they are agreeable to the cultivation even if there is some impact to them.

- All cultivation requires an MUP or a CUP
  - With the exception of Nursery-which does not present any of the risks or issues mature plants do
- Cultivation no larger than Specialty on parcels under 5 acres and no larger than Small on parcels between 5 and 10 acres
- Make set-backs from schools and parks be 1000 feet to the cultivation site, not the property line
- o Indoor Cultivation
  - Must be 100 feet from the nearest residence
- o Create a <u>Neighborhood Compatibility Best Practices Check List</u>:
  - The County has gathered a tremendous amount of feedback from neighborhood groups and from small cultivators. A checklist could be created from this data that a cultivator could be give prior to the application process. This would allow the cultivator to "test the waters" of their neighborhood for compatibility with their business plan.
- O Additionally and possibly as a next step in the process it is recommended that the County hire a liaison to work between cannabis applicants and neighbors. This person could be the first person an applicant meets with to determine compatibility with a neighborhood based on the completed check list. They could also work to educate neighbors throughout the MUP, CUP process.
- It is also recommended that the County employ in some fashion, people from the cannabis industry to go out on complaint calls. We have heard too many times that code enforcement comes out and evaluated a complaint, but nothing happens and the neighbor then just has to live with the problem. People from the cannabis industry are more familiar every aspect of the cultivation process, be it indoor, outdoor, or mixed light. Experts in each of these modalities will be far more likely to understand if there is a violation and how it must be effectively mitigated. It is also likely that a cannabis industry person will be more invested in truly resolving the issue because they are more invested in improving the image of the cannabis industry.

- We believe to make good policy it is imperative to employ the knowledge of people in the industry to understand the issues that are unique only to cannabis. For instance, no other industry in Sonoma County has a black market, no other industry has been selfregulating for decades prior to legalization. In addition, no industry is looked at so radically differently from one district to the next.
- Create a working committee that is made up of Staff, small cannabis cultivators (indoor, outdoor, mixed light), and neighborhood groups to further flesh out these concepts and make them into fully developed policy options that could be presented to the BOS.

The ideas presented above put the burden on the cultivator to show compatibility with neighbors, while allowing those that feel they can meet all the requirements the option to apply. If the BOS truly wants to increase participation by cultivators in the legal market, we believe these changes to policy would be a good start.

In the "County of Sonoma 2017 Cannabis Ad Hoc Committee Charter/Scope of Work" document the following direction was given:

"Inclusion and Exclusion Zones – In December 2016, the board gave direction to staff to develop inclusion and exclusion combining zones for future consideration. The Ad Hoc will work on the development of combining zones that would allow the Board to carve out specific areas or properties on which to include or exclude certain cannabis land uses separately from what is allowed pursuant to the base zoning district."

Below is a list of possible criteria that could be used in reviewing/assessing applications for creation of exclusion zones that would be received from interested parties. We currently envision that an exclusion zone would exclude all cultivation, but it may be possible to exclude outdoor and mixed light (for example) while continuing to permit indoor cultivation.

Due to strong interest, we suggest the exclusion concept be **fast tracked**. It is a relatively straight forward process to produce; and solves the problem of uncertainty for the cannabis grow applicant who will not be wasting time or money filing an application on a parcel which could end up in an exclusion zone. It is suggested that all ministerial applications be held until this process is finalized.

Allow for a process that lets future exclusion zone applications be submitted prior to a final ordinance adoption. This would allow the county to alert potential cannabis grow applicants that the area they are interested in will be having an exclusion zone application in process as soon as the ordinance is in place.

#### List of exclusion zone criteria:

#### 1) Inadequate access

- a. narrow public road
- b. narrow private road
- c. easement across private property with no owner agreement for commercial use of road

#### 2) Water resource issues

- a. inadequate water supply
- b. sensitive watershed
- c. interference with neighborhood wells and septic systems

#### 3) Residential character is to be preserved

- a. current land use is residential
- b. neighborhood is clearly defined
- c. currently little or no commercial ag operations
- d. adjacent to residential area
- 4) Sensitive flora or fauna habitat
- 5) Scenic corridor
- 6) Existing county study area
  - a. Inconsistent with area specific plan
- 7) Area defined to decide by ballot?

#### **Cultivation Subgroup Report**

The Cultivation Subgroup has been tasked with comparing the current county ordinance with the newly released state regulations to determine the differences and make recommendations on how the county can best align with the state in order to allow Sonoma County cultivators the best opportunities for viable businesses in the regulated marketplace.

#### **Current Findings:**

- Sonoma County begin developing cannabis policy in 2016 based on MMRSA passed in November of 2015. The Sonoma County Board of Supervisors adopted the Cannabis Ordinance for Land Use, Medical Cannabis Health Ordinance, and Cannabis Business Tax Ordinance in December 2016.
- 2. California released passed further legislation in 2016 to establish Medical Cannabis Regulation and Safety Act (MCRSA).
- 3. Citizens of California passed Prop 64 to include Adult Use cannabis marketplace, of which Sonoma County voted 59% in favor.
- 4. California released the Medical and Adult Use Cannabis Regulation and Safety Act (MAUCRSA) on November 16, 2017.
- On November 16th, 2017 the State of California released emergency regulations issued by the CA Bureau of Cannabis Control, CA Dept of Public Health and CA Dept of Food and Agriculture.
- 6. Additional guidance has been provided throughout 2017 by CA Dept Fish and Wildlife, CA State Water Board, CA Dept of Pesticides, CA Dept of Taxes and Fees Administration.
- 7. Sonoma County's Ordinance 6189 is severely outdated and does not align with the new state regulations that took effect January 1, 2018.

#### Recommendations:

This CAG Subgroup recommends immediate action on the following priority points to bring Sonoma County in line with the state and to help ensure the success of operators. It is essential Sonoma County take cues from the state in order for operators to succeed as they transition into the regulated marketplace. Discrepancies between the local and state regulations produce barriers to operators entering the regulated marketplace.

#### **Immediate Priorities**

1. General Provisions and Definitions: It is essential for operators to have clarity of definitions between state and local regulations. Operators are at a serious disadvantage to statewide competition and will bankrupt before they can pay fall taxes due to Sonoma County's outdated definitions placing excessive burden on operators. The following definitions need to be added or updated in order to match the state emergency regulations: "cannabis", "premise" "batch" or "harvest batch", "canopy", "dried flower", "flowering", "immature plant" or "immature", and "mature plant". Many of these definitions are essential for Sonoma County Operators to align the way square footage is measured by the state, specifically cultivation area vs. canopy.

See Definitions PDF: Attached.

**RECOMMENDATION:** Reconcile the differences in defined language between Sonoma County and MAUCRSA to ensure maximum compatibility between the local permits and state licensing programs for businesses. These definitions must be drafted in this spring and prepared for final draft after the permanent state regulations are released in July.

#### 2. Sonoma County's Definition of Cultivation Area vs State's Definition of Canopy:

**STATE:** Defines "canopy" and allows for a license type with a certain square footage that includes mature, flowering plants only.

**COUNTY:** Defines "cultivation area" and allows for a maximum cultivation building footprint of a certain square footage based on the permit type, including the spaces in between plants and immature plants.

**RECOMMENDATION:** This subgroup recommends the local ordinance must align with the State with respect to immature plants not counting towards cultivation square footage and not restricting the permit type by building footprint and instead mature plant canopy only. By not counting immature plants in the total canopy square footage, we will allow our local cultivators to stand on equal footing with the other farmers in the state, rather than at a further economic disadvantage. This would not apply to nursery licenses, but only for flowering commercial cultivation sites.

#### 3. Set Backs:

**STATE:** In section § 8102. Annual License Application Requirements, the state requires that a proposed location site be at least a 600 foot radius from a school providing instruction in kindergarten or any grades 1-12, day care, or youth center.

**COUNTY:** Currently, the County requires a proposed location site for outdoor and greenhouse cultivation be at least a 1000 foot radius from schools and parks. The County also requires 100 foot setback from property lines and a 300 foot setback from occupied residence and businesses on surrounding properties for these same operations.

**RECOMMENDATION #1:** Given the extreme shortage of qualified properties due to zoning restrictions and rising neighborhood concerns, we would like to recommend the County to take setbacks on a case by case basis.

(EX: 40+ acre parcel located next to a small park, by current ordinance this parcel is in-elgible, however the actual garden would be located acres away from this property line shared with the park and therefore it should be considered acceptable since the cannabis project is well over 1,000ft from the park)

(EX: A concerned neighbor feels like the garden is too close to their residences.. the operators can shift the garden in another direction that puts it within 100ft of another property line but that owner is OK with it so the garden moves and is now further away from concerned neighbor).

\*We recognize there is disagreement about the matter of setbacks. This is just one recommendation.

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\*We recognize there is disagreement about the matter of setbacks. This is just one recommendation.

#### 4. Processor License:

**STATE:** In order for cultivators to process (dry, cure, trim, package) their cannabis, significant investment is required to upgrade structures, including costly infrastructure such as sprinklers and ADA restrooms. The state now offers a processor license type for cultivators to bring their cannabis to for processing. This type of business would be beneficial to the local operators who cannot afford to build processing facilities on their permitted properties.

**COUNTY:** 26-88-254(f)(2) Square Footage Limitations. ... Structures and areas where cannabis is processed, dried, aged, stored, trimmed, packaged or weighed and areas where equipment is stored and washed shall be limited to the on-site cultivation use only. This current language essentially restricts Sonoma County producers from utilizing centralized processing facilities. But wouldn't necessarily restrict those processors from providing their services to outside producers from other jurisdictions. This means that currently a small Sonoma County cannabis farmer could not have his product transported to a larger Sonoma facility to have it processed.

**RECOMMENDATION:** Allow centralized processing licenses on parcels zoned agricultural and industrial.

#### 5. No tax on non-flowering plants & auxiliary cultivation areas:

**RECOMMENDATION:** Non-flowering plants and any cultivation for research and development that does not enter the supply chain should not be taxed or counted towards our licensed canopy area.

#### 6. Greenhouse with no electrical should fall under outdoor tier and tax rates:

**RECOMMENDATION:** Outdoor operators that use a greenhouse structure during certain times of the season with no electrical wiring should fall under the outdoor tier and tax rate.

#### 7. Allow for temporary structure to be used for processing:

**RECOMMENDATION:** Operators should be allowed to use temporary structures for processing such as trailers for trimming or storage and processing during harvest season.

#### 8. Caregivers:

**STATE:** The state Bureau regulations allows for caregivers, non-commercial gardens of up to five patients to cultivate at one location, to produce cannabis for personal use. Medical cannabis patients may live in circumstances where they cannot cultivate cannabis, such as federally subsidized housing.

**COUNTY:** Limit of 100sf of personal cultivation per parcel.

**RECOMMENDATION:** The county should allow for a caregiver to cultivate on behalf of these patients should not require commercial cannabis permits, as this medicine is provided directly to qualified patients in Sonoma County.

#### **Additional Priorities**

- 1. Inclusion/Exclusion Zones (defer to this subgroup)
- 2. State requires Track and Trace Program which Sonoma has not integrated
- 3. Allow Cooperative Cultivation Sites (allowing 1+ acre cooperative cultivation on large, approved parcels)
- 4. At the state level, nurseries may maintain a research and development area for mature plants that would be tagged but prohibited from entering the supply chain (Article 4 Sec 8302). Nursery operators & cultivators should be allowed a small cultivation area for R&D, such as breeding of new genetics, that does not count towards the total canopy allowance.

#### Consequences of Inaction

It is imperative the county prioritize the reconciling the inconsistencies between Ordinances 6189, 6188 and MAUCRSA to reflect the progress of a burgeoning industry. Operators are making significant financial commitments based on state regulations and the current Sonoma County ordinance. Because of the disparity in alignment, there are significant challenges placed on businesses as they formulate business plans, create contracts, make purchasing decisions and move forward with applying for state licensing. It is of the utmost importance that the Board of Supervisors align their ordinance with the state as soon as possible enabling businesses to make reasonable decisions as they move forward in the regulated cannabis market at the local and state level; delayed alignment of state regulations with the local ordinance will only hurt early adopting compliant operators in the long run.

#### Subgroup Report Supply Chain Alignment with State Law

The Board of Supervisors and the Medical Marijuana Regulation and Safety Implementation Ad Hoc Committee tasked the Cannabis Advisory Group (CAG) to develop recommendations related to cannabis in Sonoma County. In Fall 2017, the CAG selected five members to develop recommendations to align Sonoma County's cannabis policy with changes to state cannabis laws and regulations for supply chain operators, which includes all manufacturing, distribution, retail, events, microbusiness and testing facilities. The CAG established a separate subgroup to address alignment issues for cultivation. In developing this report, CAG subgroup members met on several occasions and presented draft recommendations at two CAG meetings, which included member discussion and public comment.

#### **Current Findings**

- 1. In 1996, the voters of the State of California approved Proposition 215, which was intended to decriminalize cultivation and possession of medical cannabis by a qualified patient, or the patient's primary caregiver, for the patient's personal use.
- 2. On September 26, 2006, the Sonoma County Board of Supervisors adopted Medical Marijuana Possession and Cultivation Guidelines in Resolution 06-0846, which provided a limited defense to prosecution or other sanction by County of Sonoma for medical use of cannabis by qualified patients.
- 3. In September 2015, the state enacted the Medical Marijuana Regulation and Safety Act (MMRSA), which instituted a comprehensive state-level licensure and regulatory scheme for the medical cannabis supply chain. MMRSA allowed for-profit commercial activity related to medical cannabis in California. MMRSA also created a dual licensing system whereby cannabis operators must obtain both local authorization and then state licensing for each type of cannabis activity, including nursery, cultivation, distribution, transportation, manufacturing, testing, and retail.
- 4. After MMRSA was passed, Sonoma County began developing medical cannabis policy, which was approved by unanimous vote of the Board of Supervisors in December 2016.
- 5. On November 8, 2016 the voters of California adopted Proposition 64, which legalized the use of cannabis for adult use in California.
- 6. In 2017, the state enacted several bills to homogenize the adult use and medical regulatory framework, and in November 2017 the state issued emergency regulations for the cannabis supply chain.

#### Recommendations

After comparing the existing Sonoma County medical cannabis policy to current state rules and regulations, the Supply Chain Subgroup recommends the following.

1. <u>Allow for Adult Use Permits.</u> Currently, the Sonoma County cannabis ordinance does not allow adult use. With over 136,358 or 59% of the voters supporting Proposition 64, the residents of Sonoma County have spoken and they want adult use allowed. In July, operators will be at a serious disadvantage if the County does not allow adult use and medical permits in Sonoma County. Adding the adult use market would increase taxes while continuing to attract investment in the local cannabis industry.

**Recommendation:** Resolve to allow adult use permits per the same rules as medical cannabis permits. Rather than open a full policy review, the CAG recommends allowing adult use through a board resolution as soon as possible. This will provide time for existing and pending permit holders to add adult use to their applications and obtain state licensing for both medical and adult use.

2. <u>Align with State License Transferability.</u> Sonoma County's ordinance presently disallows and ownership transfers of cannabis permits. This complete prohibition on ownership transfers restricts investment and financial growth of local cannabis companies. By disallowing ownership transfers, businesses are unable to sell to potential buyers or take on investment that would change the ownership structure of the permitted operation. This rule also differs from state rules, which allows ownership in a licensed operation to change upon prior notification and approval from the state agency.

**Recommendation:** Adopt a similar procedure as the state rules for permit transferability. Upon notification and approval of the County, allow permit ownership to transfer. This would not significantly impact the landuse for the property and would give the County the relevant information about the new ownership while allowing for business development and investment.

**3.** Allow Type 7, Level 2 Volatile Manufacturing. During the County's cannabis policy development process, the state provided little direction on the Type 7, Level 2 Volatile Manufacturing license. With the new laws and regulations, the state has strict rules for the storage, use, and disposal of volatile solvents. Volatile manufacturing is an important part of the supply chain. The solvents and processes used for volatile manufacturing are critical for pesticide remediation, extraction, and innovation through research and development.

While the Type 7 license carries more risks, the potential risks can be drastically reduced with proper fire and building controls and systems. Through the planning and building permit processes, facilities can be designed and constructed to provide safe, state-of-the-art volatile manufacturing. Allowing Type 7 licenses in industrial zones would attract additional businesses and would allow existing operators to expand their use. In the cannabis industry, manufacturing jobs are generally more technical and higher paid, leading to important tax and economic development in the area.

**Recommendation:** Allow Type 7, Level 2 Volatile Manufacturing in industrial zones (M1 & M2).

- **4.** <u>Allow for New License Types.</u> Since the Sonoma County cannabis ordinance was passed in December 2016, the state laws and regulations have created several new license types, including:
  - Packaging packaging and repackaging of cannabis and cannabis products.
  - Type N (Infusion) infusions of cannabis oils into edible and topical cannabis products.
  - Microbusiness at one premises, allows operator to combine at least three license types (distribution, cultivation, manufacturing, or retail).
  - Events with cannabis consumption and/or sales.
  - Distribution self Distribution, Transport Only Distribution, and Full Distribution
  - Retail Non-storefront Delivery
  - S Type shared facilities for manufacturers
  - Processor for cultivation sites that conduct only trimming, drying, curing, grading, packaging, or labeling of nonmanufactured cannabis.

With the new license types, a series of recommendations follow.

**5.** Allow P and N Types. The P and N are manufacturing license types that allow for less operational activity than the Type 6, which allows for infusions, packaging as well as extraction. Since the County currently allows Type 6 licenses in Industrial zones, allowing the new manufacturing license types would allow different types of manufacturers to operate in the area.

Generally, infusion and packaging requires less space and equipment, while producing less noise and odors. These uses are suitable for additional land use and zoning. Finding industrial spaces with a few hundred to a thousand square feet is difficult and rental prices for larger spaces are far too expensive for small businesses. Therefore, we offer staged approach to allowing P and N.

**Recommendation:** Allow P and N license types in Industrial zones as soon as possible per resolution of the Board. In phase two of policy development, allow P and N permit types in Commercial and Industrial zones.

**6.** <u>Allow for All Distribution Types.</u> Currently the definition of a Cannabis Distribution Facility in the Ordinance is as follows:

The location or a facility where a person conducts the business of procuring medical cannabis from licensed cultivators or manufacturers for sale to licensed dispensaries, and the inspection, quality assurance, batch testing by a Type 8 licensee, storage, labeling, packaging and other processes prior to transport to licensed dispensaries. This Facility requires a Type 11 license pursuant to the Medical Cannabis Regulation and Safety Act (MCRSA).

This was Pre-Prop 64 Adult Use and Pre-State regulations for MAUCRSA and allows for only one type of license (Type 11- Full Distribution). The state regulations for MAUCRSA have now established different categories of distribution. Distribution is needed in all phases of cannabis businesses (cultivators, manufacturers and retailers), including: transporting cannabis; arranging for laboratory testing; conducting quality assurance review of cannabis goods to ensure they comply with all packaging and labeling requirements storage of cannabis goods; and, collecting and paying taxes.

The state now allows various types of distribution, including:

- Transport only (Type 13): Transports cannabis, no coordinating labs, no collecting taxes, and no transport to retail allowed, unless immature plants and seeds from a nursery.
- Distribution (Type 11): allows all distribution for other licensed cannabis operators.
- Self-Distribution (Type 11): allows for distribution of cannabis and cannabis goods produced by the same business as the distributor.

**Recommendation**: Allow for all distribution types as the state. To support local smaller operators, allow permitted cultivators to obtain self-distribution.

7. <u>Expand Distribution Zoning</u>. Currently Distribution is only allowed in the following Industrial zoning districts: MP (Business Park), M1(Limited Urban Industrial), M2 (Heavy Industrial)

**Recommendation**: Expand all distribution types in all commercial zones and include M3 (Light Rural Industrial) to minimize the distances for hauling cannabis goods and

products. It would expand the opportunities for these mandated and much needed services to avoid over-concentration by limiting to industrial zones.

8. Continue to Allow Cannabis Events. Sonoma County has long been a destination for cannabis events, which have drawn thousands of tourists to the area. The state has created a new events license category that may host events at county fairgrounds or district agricultural association. Only persons aged 21 and older are allowed to purchase cannabis from retail or microbusiness licensees. The state also allows for onsite consumption at licensed cannabis events; however, no alcohol or tobacco can be consumed. Cannabis events are still required to obtain local authorization. With the history of successful cannabis events, the County would benefit from continuing to allow cannabis events.

**Recommendation:** Allow cannabis event permits.

**9.** Allow Non-storefront Delivery. With the state's emergency regulations now available, it is clear that non-storefront delivery is allowed under a retail license. As with all licenses, the state requires a brick and mortar premises for non-storefront delivery retail operations. These operations are not open to the public for onsite sales, and therefore should be allowed in a wider variety of zones than storefront retail establishments. Many costumers appreciate and need delivery for a variety of reasons. Allowing non-storefront delivery would add to the options for customers as well as add more tax revenue from increased sales.

**Recommendation:** Allow non-storefront delivery in commercial and industrial zones.

10. S Type for Shared Manufacturing Facilities. In March, the state released new emergency regulations for S Type facilities. This S license would permit a licensed manufacturer to offer shared used of the facility to another opreator. The new regulations require the primary permit holder to first obtain a manufacturing license (Type 7, 6, or N) and then obtain local authorization for the shared operator. Then the operator would apply to the state for a shared license, which permits solventless oil-based extractions, infusions and packaging by the shared licensee. Only one shared licensee may operate in the shared premises at a time; however, shifts may stagger to allow for multiple shared licensees.

This new S Type license is intended to help keep costs down for small businesses and to allow for more operators to have manufactured products. Under the collective model, many products were made by small operators. From tinctures to cookies, products from small operators have helped build the cannabis industry. Many of these small collectives have been displaced in the new commercial model. Allowing shared facilities in Sonoma

County, would help small operators find space and diversify the types of operations in the area.

**Recommendation:** Allow S Type facilities in line with state rules.

11. Allow Microbusiness Permits. When Sonoma County drafted their cannabis regulations in December of 2016, they were based on the newly implemented state regulations (AB 266, AB243 & SB643) which passed in October of 2015. These state laws did not include the microbusiness model. It wasn't until the passage of Proposition 64 by voters in November of 2016 that this business model was introduced for adult recreational use. Since that time, the emergency regulations and MAUCRSA all for Microbusiness licensing, and it makes sense that the County of Sonoma adopt policy that reflects the new permit types available by the state.

Since the passage of SB420 by State representatives, collectives have formed where multiple patients share their resources often through a retail facility. The idea of seed to sale falls under both the collective model and the Microbusiness. Allowing businesses to operate the full spectrum of cultivation, manufacturing, distribution, and sales will ultimately allow older businesses that were structured this way to flourish.

As more and more of the agricultural crops in the United States are supplemented financially for the public to afford food, less and less farmers are finding incentives to continue producing. The exception to this model is Farm to Table Trend, which in Sonoma County, draws elite "foodies" to have the experience of knowing where their food comes from. If we apply this to cannabis in the same way, Micro-business may be one of the most successful cannabis models for people seeking the experience of knowing that products they consume are safe.

Microbusiness is very similar to wine tasting rooms and micro brewery's that currently exist in Sonoma County. Tourists travel from all over the world to have the boutique experience of visiting the location their favorite beer or wine are produced. Sonoma County is known for the diverse agricultural crops cultivated, as the micro climate is incomparable. Producing Sonoma grown cannabis, at a location where the cultivation can be observed, as well at the extraction and production methods, would further provide education to the visitor about the unique cannabis grown in this region.

Under state rules, a licensee can qualify for a Microbusiness if, on the same parcel, they are operating three of the four following permit types: cultivation, manufacturing, distribution, or retail. However, as described below, Sonoma County's current cannabis ordinance provides very limited combinations required for microbusinesses state licensing.

Sonoma County Cannabis Zoning

Retail Facilities are allowed at C1 C2 LC Distribution Facilities are allowed at MP M1 M2

Cultivation Facilities are allowed at

Mixed light LIA LEA DA RRD

Indoor LIA LEA DA RRD MP M1 M2 MP

Outdoor LIA LEA DA RRD

Manufacturing Facilities are allowed at MP M1 M2 M3

#### **Recommendations:**

a. Small Business, roll out plan, application, with phase in process. Submit full Microbusiness Application, with timeline to open each of the four departments

- b. Delivery should qualify as retail under microbusiness.
- c. Identify which zones may be appropriate for which type of Microbusiness combinations
- d. Consumption: (1) allow consumption onsite; (2) allow consumption in limited area on the premises
- 12. <u>Processor License</u>. In order for cultivators to process (dry, cure, trim, package) their cannabis, significant investment is required to upgrade structures, including costly infrastructure such as sprinklers and ADA restrooms. The state now offers a processor license type for cultivators to bring their cannabis to for processing. This type of business would be beneficial to the local operators who cannot afford to build processing facilities on their permitted properties.

**Recommendation**: Allow processing licenses on parcels zoned agricultural and industrial.

13. <u>Clarify Permit Renewal Process and Fees.</u> At this time, cannabis permits in Sonoma County are annual. The current ordinance does not clarify the process or costs to renew a cannabis permit. With permits starting to be issued, the uncertainty about renewal makes it difficult for businesses to develop their operations or attract investor funds. If operators are in good standing, their permits should be renewed through a less rigorous process that costs less than the initial application.

**Recommendation:** Provide a clear process for permit renewal that reflects a lesser amount of scrutiny and costs less due to reduced staff time.

#### ALTERNATIVE RECOMMEDATION TO THE CULTIVATION SUBGROUP REPORT

<u>Section 3: Setbacks</u>. Taking setbacks on a case by case by case is a flawed concept for multiple reasons. It adds a whole new level of complexity to the permitting process. In addition, there would be a major increase in the workload of Permit Sonoma in verifying the validity of each request.

- 1. There is the question of the grower's legal right to enforce the agreement if the neighbor changes his or her mind.
- 2. Would a new agreement be required at each yearly renewal?
- 3. How would other nearby residents know that a special variance was granted?
- 4. What recourse could a new owner of the adjacent parcel have to cancel the previous variance?
- 5. Would the special variance need to be part of a real estate disclosure should the property be sold?
- 6. Would this special variance need to be part of real estate disclosures of other nearby neighboring properties?

In sum, this case by case approach to setbacks would negate the now standard setbacks with which people are becoming familiar with and replace them with a hodgepodge of various setback possibilities. The clarity of the current setback standards would be lost.

Recommended this idea be discarded. Needlessly complex.

#### ALTERNATIVE RECOMMENDATIONS TO THE SUPPLY CHAIN ALIGNMENT REPORT

#### Number 9. Allow Microbusiness permits.

Recommend tabling this item for future study. There are too many flaws in the existing ordinance to iron out before throwing a new permit type into the mix. The County has a revolt in non-conforming DA as well as other zones and has the issues of oversaturation and adjacency plus the thorny problems of inclusion/exclusion overlay combining zones to examine before they embark on entirely new type of business permit. Code Enforcement will probably never be fully staffed enough to regulate manufacturing 7 at cultivation sites and Permit Sonoma should not be tasked at this time to identify which zones may be appropriate for which type of micro business permits. The Supply Chain Alignment report itself is confusing in that manufacturing 7 (volatile solvents) is recommended to be allowed only in Industrial zones but the item pops up again as a possible qualifier for one of the multiple uses (manufacturing) necessary for application for the micro business permit.

- a. There is <u>no need to rush</u> through another complicated topic; address this type of permit sometime in the future.
- b. <u>Suggest referring to this permit as "Vertically Integrated Cannabis Business Permit"</u>. It is a misnomer to call this permit a "micro" permit as there is no reference to size nor is there any mechanism to restrict the size of the operation.
- c. Recommend <u>no consumption on premises or portion thereof</u>. Recommend <u>no consumption at dispensaries</u>. Code Enforcement is having a difficult job keeping up with violations of events at wineries and cannot take on additional cannabis related complaints. At this time State and local law enforcement cannot deal with people who have overindulged and are driving from an event.

#### 10. Allow Transferability of Permits and Temporary Penalty Relief.

Each new applicant must start the process again. The public needs to know who the permit is being issued to. There are standards as to who can get a permit. If the permits are transferable, the County and the public will be denied the ability to weigh in on the applicant.

Furthermore, if the applicant did unpermitted work during the period of penalty relief, they should immediately be disqualified from the program. Penalty relief is a good faith program. If the applicant does not show good faith, they should immediately lose the benefits of the program.

#### a. Disagree with recommendation

11. **Privacy of Records**. Number 9 highlights the similarities between a cannabis microbusiness and the wine tasting rooms where tourists from all over the world may visit the operation, stroll through the gardens, watch the extraction and production process and educate themselves on the unique cannabis grown in this County. Yet, number 11 recommends that addresses of

cultivation facilities not be made public for public safety reasons. Instead the suggestion is to use P.O. boxes, agents of service, or mailing addresses. The combination of number 9 and number 11 are a perfect example of cognitive dissonance or holding two contradictory ideas at the same time. Cultivation sites either DO NOT have public safety issues or they DO have public safety issues. It makes no difference if one parcel can grow, manufacture, distribute and sell and the other parcel may only grow.

Commercial growers in residential areas subject their neighbors to dangers and are essentially hiding themselves among residents. In their request to remain anonymous they admit the inherently dangerous business they are conducting. The operations are not safe, and they belong in well protected industrial zones.

#### a. Public records cannot be secret.

14. **Sensitive Use Radius.** Retain the 1000-foot setback from parks and schools and other sensitive spots. During the fall of 2016, the Sonoma County Office of Education recommended this setback during a public meeting and there is no reason for change. The idea that this rule was enacted during an era when the federal government was targeting closing dispensaries based on federal drug laws is specious.

Parents take their children to parks that don't have playground equipment. Children, adults, people with sensitive conditions, etc. all use and hike in our parks. Operations must be placed where they do not interfere with the rights of the public to enjoy public land.

a. Recommend no change to the ordinance

## ORD18-0003 Part 1 Additional Comments

Received Up To Hard Copy Mail Distribution 5/31/18 at 12:00pm

Planning Commission and Board of Zoning Adjustments Combo Meeting 6/7/18 From: Tennis Wick

To: Jennifer Barrett; Tim Ricard; Sita Kuteira; Amy Lyle; Jane Riley

Fwd: April 10th BOS Meeting - Exclusion Request Subject:

Monday, April 9, 2018 8:14:49 PM Date: Attachments: YMWC request for exclusion letter.PDF

ATT00001.htm

#### FYI

#### **Tennis Wick, AICP**

Director

www.PermitSonoma.org

County of Sonoma

2550 Ventura Avenue, Santa Rosa, CA 95403

Direct: 707-565-1925

Office: 707-565-1900 | Fax: 707-565-1103





Sent from my iPhone

Begin forwarded message:

From: kelly bryan < kellysue 7 @ gmail.com >

**Date:** April 9, 2018 at 19:15:06 PDT To: <Susan.gorin@sonoma-county.org>

Cc: Yulupa Water Co < <u>vulupawaterco@gmail.com</u>>, < <u>Pat.Gilardi@sonoma-</u> county.org>, < David.Rabbitt@sonoma-county.org>, < Andrea.Krout@sonoma-

county.org>, <Shirlee.Zane@sonoma-county.org>,

< <u>Michelle. Whitman@sonoma-county.org</u>>, < <u>James. Gore@sonoma-county.org</u>>,

<Jenny.chamberlain@sonoma-county.org>, <Lynda.Hopkins@sonoma-</p>

county.org>, <Tennis.Wick@sonoma-county.org>

**Subject: April 10th BOS Meeting - Exclusion Request** 

April 9, 2018 Ms. Susan Gorin Supervisor of District 1 Sonoma County Supervisors

cc: Sonoma County Board of Supervisors: James Gore, Lynda Hopkins, David Rabbitt, Shirley

Zane. Sonoma County staff: Pat Gilardi, Tennis Wick

Dear Supervisor Gorin,

Yulupa Mutual Water Company serves Woodside Club Estates and manages the

development

and distribution of water for a community comprised of approximately 59 homes located in the

heart of Bennett Valley near the volunteer fire station. The state of California has designated

our water system as a primary resource for fighting fires in all of Bennett Valley and we are

currently in the process of installing a new much larger storage tank to meet state mandated

requirements. Obviously the functionality and natural resources supplying our water system is

critical not only for day to day needs of our residents but also as a resource for potential future

fire fighting needs. For this reason, we are requesting that the properties in our immediate

community as well as land in the surrounding area be designated as an exclusionary zone with

respect to future commercial farming of cannabis which will place an undue burden on our

water supply. The safety needs of Bennett Valley are foremost and should precede the personal

needs and resource demands of commercial farmers.

We are hereby submitting a request for the following:

As a matter of water resource protection and safety, Woodside Club Estates neighborhood and

all the contiguous properties bordering it be designated an exclusion zone where

commercial cannabis operations or "farms" can be located at any point in time;

Please record this request into the official record of the Board of Supervisors meeting on April 10, 2018.

Your consideration of our neighborhood and community request is appreciated.

Sincerely, Kelly Bryan President, YMWC YMWC Board of Directors

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From: <u>Tennis Wick</u>

To: <u>Jennifer Barrett</u>; <u>Sita Kuteira</u>; <u>Amy Lyle</u>; <u>Tim Ricard</u>

Subject: FW: Keep Sonoma County Safe- No Pot farms in Residential Neighborhoods

**Date:** Tuesday, April 10, 2018 1:05:11 PM

Attachments: image001.png

image002.png image003.png image004.png image005.jpg

#### FYI

#### Tennis Wick, AICP

Director

www.PermitSonoma.org

County of Sonoma

2550 Ventura Avenue, Santa Rosa, CA 95403

Direct: 707-565-1925

Office: 707-565-1900 | Fax: 707-565-1103



**From:** KELLY [mailto:kelly\_Janney@msn.com] **Sent:** Tuesday, April 10, 2018 12:49 PM

To: kelly\_janney@msn.comI

**Subject:** Keep Sonoma County Safe- No Pot farms in Residential Neighborhoods

I lived near a pot farm 6 years ago. The nearest greenhouse was less than 100 yards from my front door. Due to the dangerous risks this put on our family, we vacated our home in a rural residential area of Penngrove and moved to Richmond for 6 weeks. We returned to our home after the pot was harvested and transported out.

Six years ago, cultivation of 300+ plants was illegal and the Sonoma County Sheriff department was at our neighboring property many times. The Deputies all agreed that it was an illegal grow and my family was in danger. However, confiscating the crop during transportation using Federal laws was their best option for an arrest.

I am still astonished at the disregard for our safety. Most "back yard" grows include up to a dozen plants for personal use. This might be something a worth ripping off but when you are looking at a cash crop worth \$500,000 (using conservative estimates); it is an invitation for gang involvement. Other dangers included: drug deals and random discharges from guns at any time of the day or night. Yes, this farm was patrolled by armed men 24/7.

Now, we have another pot farm on our private road in a rural residential area of Penngrove. The use permit lists 10,000 square feet of greenhouses for growing marijuana. It will be a very large operation and has the capacity to have more than 1 grow season per year.

Should we all be prepared to vacate our homes 2-3 times a year- waiting for the next harvest to be completed before we can safely return home again? That is not how I want to raise my family!

Sonoma County has sent an open invitation for gangs to come from all over the country to access these farms. It is time for Sonoma County to implement some safeguards for its citizens. Commercial marijuana cultivation should not be allowed in neighborhoods, regardless of zoning. It should be restricted to areas where it does not jeopardize the health, general welfare and safety of residents. It needs to be properly monitored, regulated and

contained by the	he County of	f Sonoma.		
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From: <u>Kathleen Whitener</u>

To: <u>district4</u>; <u>Susan Gorin</u>; <u>David Rabbitt</u>; <u>Shirlee Zane</u>; <u>Lynda Hopkins</u>

Cc: Jenny Chamberlain; Pat Gilardi; Andrea Krout; Michelle Whitman; Susan Upchurch; Ryan Pelleriti; Rob Spaulding;

Tennis Wick; Tyra Harrington; Sita Kuteira; Sheryl Bratton; Tim Ricard; Jennifer Barrett; Amy Lyle; Rebecca

Wachsberg; Mike Whitener

**Subject:** From Mike and Kathleen Whitener: Our Message and Gratitude

**Date:** Wednesday, April 11, 2018 12:24:05 PM

# Dear Sonoma County Board of Supervisors,

My name is Kathleen Whitener. My husband Mike and I live in a rural residential (RR) neighborhood in James' district. We were very actively involved in neighborhood advocacy for RR during the development of the Ordinance in 2016 because of an indoor grow operation that developed next door to us.

We attended the meeting yesterday, and found it very valuable. We planned to speak, but given the limited time and the number of speaker cards turned in, decided to share our thoughts via email today instead. Following is the content of our message: In 2016, we stood here in these chambers and gave our testimony about one of the most unexpected and difficult times we have endured in our life – living next to a commercial cannabis cultivation operation. During that time, we shared our concerns about ground and well water contamination; the depreciation and undesirability of our home; and also about how we were stalked, endured threats, intimidation tactics, and lived in constant fear of a home invasion because operators were from the east bay. We could not enjoy our own backyard, because security cameras that were aimed at our house and property were monitoring us. We called Sheriff dispatch on numerous occasions, and were advised to set up a defensible space in our home because, a) the Sheriff deputies can't help us unless we are harmed first, and b) it could take a deputy up to 30 minutes to respond. So at the advice of responding deputies, we have slept with baseball bats and fire extinguishers in our locked master bedroom for 2-1/2 years. Our life was a living hell of chronic anxiety, fear and hopelessness. But today, we are here to say, "Thank you!" for your vote in 2016 to support rural residents by banning commercial cultivation in our zones. It has made a huge difference in the quality our lives. Just this month (April 2018), because of the Ordinance, the situation next door has resolved. The property has been sold, the security cameras have been taken down (hooray!), and we will soon have neighbors who will make this property their family home. We can't stress enough how wonderful this is to us, and to the entire Willowside area.

We also want to express our sincere gratitude and appreciation to Supervisor James Gore and District Director Jenny Chamberlain. They truly cared and their dedication and support of us during those trying times was invaluable.

In addition, we want to thank the Sonoma County Sheriff's Office. In Spring of 2016, in response to what was occurring next door, we spearheaded a Neighborhood Watch program. A Sheriff deputy and the Neighborhood Watch officer came to our house, gave a presentation to our community, and made themselves available to us for follow-up.

We also want to express our appreciation about the Sheriff deputies who responded to our calls when we were in distress due to events that transpired next door. They supported us, advised us, and on some occasions increased patrols in our area to ensure our safety.

And we also want to extend our gratitude to PRMD Director Tennis Wick and his team. They were very responsive, and communicated with us continually as they implemented the enforcement process. It required a lot of patience on our part, but we learned a lot and gained a lot of respect for what they are charged to accomplish. The end result is what we had hoped for, and we are grateful.

Now our Diverse Ag (DA) neighbors are here, and their experiences are very similar to ours, which is a further testament that commercial cannabis is not compatible with residential neighborhoods. We ask you to uphold your decision for RR and extend the same relief to our neighbors in DA.

Thank you, again. The ban of commercial cultivation in RR has improved the quality of our life at home immensely.

Best regards,

Mike and Kathleen Whitener 3475 Moriconi Drive, SR 95401

k whitener@sbcglobal.net

(707) 478-5989 - cell / (707) 575-5386 - home

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From: Nancy and Brantly Richardson

To: Amy Lyle; Tennis Wick; Sita Kuteira; Jennifer Barrett; Tim Ricard; Sheryl Bratton

Subject: Neighborhood compatibility input

Date: Thursday, April 26, 2018 1:17:13 PM

Attachments: For CAG mtg - April 25 exclusion talk.docx

# Good morning,

I am Brantly Richardson and am one of two neighborhood representatives on the Cannabis Advisory Group. Attached is the presentation I made at the April 25th meeting in which I explained the various criteria. Those explanatory comments are highlighted in red or green ink.

I suspect that you will not be examining criteria until the second phase of the draft amendment process, but I wish to draw your attention to two items in the attached document which address the neighborhood compatibility issue that the Board of Supervisors is eager to partially solve by July/August.

The first is the agreement to terminate ministerial applications and send them to Permit Sonoma. It would be safe to say that all the members of our Inclusion/Exclusion subgroup agreed that neighborhood notification was very important.

The second topic which would address neighborhood compatibility in the short term is the recommendation to allow for a "pre-application" whereby neighborhoods interested in forming an exclusion zone could fill out an "intention to pursue" form with the geographical outlines. This would alert any person interested in filing an application that the neighbors were pursuing such a course in the future. They would not waste time and money.

I have collaborated widely with many different neighborhood groups and received input from them to prepare the exclusion criteria. These folks are passionately interested in becoming exclusion zones whether large or small. I know of three groups who have prepared or are preparing exclusion applications even though they have no template to work from. I know another two Area Specific Plans groups that are

petitioning for a ballot vote. This second course for large areas would probably be less timing consuming for Staff.

Please pardon if I sent this to one of you who is not busy preparing policies and options for the Ad Hoc.

Brantly Richardson 4350 Raymonde Way Santa Rosa, CA 05404 527-0143

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In the "County of Sonoma 2017 Cannabis Ad Hoc Committee Charter/Scope of Work" document the following direction was given:

"Inclusion and Exclusion Zones – In December 2016, the board gave direction to staff to develop inclusion and exclusion combining zones for future consideration. The Ad Hoc will work on the development of combining zones that would allow the Board to carve out specific areas or properties on which to include or exclude certain cannabis land uses separately from what is allowed pursuant to the base zoning district."

Below is a list of possible criteria that could be used in reviewing/assessing applications for creation of exclusion zones that would be received from interested parties. We currently envision that an exclusion zone would exclude all cultivation, but it may be possible to exclude outdoor and mixed light (for example) while continuing to permit indoor cultivation.

Due to strong interest, we suggest the exclusion concept be **fast tracked**. It is a relatively straight forward process to produce; and solves the problem of uncertainty for the cannabis grow applicant who will not be wasting time or money filing an application on a parcel which could end up in an exclusion zone. It is suggested that all ministerial applications be held until this process is finalized.

I might mention that the sub group did have a consensus that neighborhood notification should be given as a part of all cannabis applications

Allow for a process that lets future exclusion zone pre-applications be submitted prior to a final ordinance adoption. This would allow the county to alert potential cannabis grow applicants that the area they are interested in will be having an exclusion zone application in process as soon as the ordinance is in place.

I know of one self-initiated exclusion request that already has been submitted and two others that are in the works. Also, the idea of a proposition or initiative is being considered for establishing exclusion zones.

#### <u>List of exclusion zone criteria</u>:

## 1) Inadequate access

- a. narrow public road Safety factor involved with dead end road. Escape route blocked in case of emergency. Area may be remote and public safety response slow
- b. narrow (shared) private road All neighbors must buy in to use of road by grower
- c. easement across private property with no owner agreement for commercial use of road

#### 2) Water resource issues

- inadequate water supply especially Class 3 and 4 water scarce areas and watershed areas historically affected by curtailment request from the State Water Resources Control Board
- b. sensitive watershed
- c. interference (impact) with neighborhood wells and septic systems

### 3) Residential character is to be preserved

- a. current land use is residential, real estate values, CCR's, Disclosures
- b. neighborhood is clearly defined

- c. currently little or no commercial ag operations Any existing ag operations (such as cattle grazing) are not intensive.
- d. adjacent to residential area Mixture of zoning types.
- 4) Sensitive biotic habitats
- 5) Scenic corridor
- 6) Existing county study area
  - a. Inconsistent with area specific plan
- 7) Area defined to decide by ballot? Probably other forms of consensus could be derived most likely determined by size and number of parcels involved.
- 8) There is a significant fire hazard due to topography, access, vegetation or resources.

From: <u>Tim Ricard</u>

To: Amy Lyle; Andrew Smith; Sue Ostrom; Tony Linegar

Subject: FW: Preliminary Policy Positions for Revised Ordinance from Bennett Valley and Penngrove

**Date:** Friday, May 4, 2018 8:35:19 AM

Attachments: image001.png

image003.png

#### Hey Guys,

Just realized you all were not included on this email. It provides clear policy positions for the neighborhood folks in Penngrove and Bennett Valley. Based on conversation with Craig, I do not believe he speaks for SOS.

Tim

TIM RICARD | CANNABIS PROGRAM MANAGER

#### WWW.SONOMAEDB.ORG

**From:** craigspencerharrison@gmail.com [mailto:craigspencerharrison@gmail.com]

**Sent:** Monday, April 30, 2018 8:43 AM

**To:** Susan Gorin ; Lynda Hopkins ; Pat Gilardi ; Susan Upchurch

Cc: Tennis Wick; Sita Kuteira; Tim Ricard; Jennifer Barrett; Rick Savel

**Subject:** Preliminary Policy Positions for Revised Ordinance from Bennett Valley and Penngrove Dear Supervisors Gore and Hopkins:

Residents of Bennett Valley and Penngrove have developed the following preliminary policy positions on revising the Cannabis Ordinance. We may revise some of these as neighborhoods provide input and the discussion goes forward, but we think getting this to the Cannabis Ad Hoc Committee now will help.

We view these proposed revisions as a package. If some are weakened or deleted, others will need to be strengthened. Most of these must apply to existing applications. The issues that have electrified neighborhoods in recent months are the current proposed commercial marijuana operations, not theoretical ones in the future. If those are not addressed, any confidence that the county can successfully administer this program will be greatly diminished.

- 1. Minimum Lot Size. 20 acre minimum, regardless of zoning (applies to DA, RRD, LIA, LEA, and any other category except industrial or possibly commercial). We acknowledge that in other areas a larger minimum parcel size may be needed.
- 2. Parcels adjacent to RR, AR, or any parcel under 20 acres are ineligible.
- 3. All RR and AR parcels remain ineligible, regardless of acreage. All RR and AR parcels in our areas are residential in character and opening up any of these areas to commercial marijuana farms of any size will ignite another wave of intense dissatisfaction.
- 4. Parcels that are accessed by any easement require the written agreement of all parcel owners that use that easement.
- 5. Minimum setback from property lines —1,000 feet.
- 6. Minimum setback from residences—2,000 feet.
- 7. Increase 1,000 foot setback from parks to 2,000 feet, and include bus stops and other places that children congregate in such setbacks. We need large buffer zones.
- 8. No ministerial permits should be issued.
- 9. PRMD or the Agriculture Department must notify all neighboring properties within one mile of any proposed commercial marijuana grow within 30 days of the receipt of the proposal.

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From: <u>Jennifer Barrett</u>

To: <u>Sita Kuteira</u>; <u>Amy Lyle</u>; <u>Tim Ricard</u>; <u>Andrew Smith</u>; <u>Tony Linegar</u>

Subject: FW: Why Nonconforming RRD Zoning is as Problematic as Nonconforming DA Zoning

**Date:** Tuesday, May 1, 2018 8:53:28 AM

#### FYI

**From:** craigspencerharrison@gmail.com [mailto:craigspencerharrison@gmail.com]

**Sent:** May 01, 2018 7:31 AM

To: Jennifer Barrett

Subject: RE: Why Nonconforming RRD Zoning is as Problematic as Nonconforming DA Zoning

Thanks

From: Jennifer Barrett < <u>Jennifer.Barrett@sonoma-county.org</u>>

**Sent:** Tuesday, May 01, 2018 7:08 AM **To:** <a href="mailto:craigspencerharrison@gmail.com">craigspencerharrison@gmail.com</a>

**Cc:** Tennis Wick < Tennis.Wick@sonoma-county.org >

Subject: Re: Why Nonconforming RRD Zoning is as Problematic as Nonconforming DA Zoning

Thanks Craig, we will take a look at this.

Sent from my iPhone

On Apr 30, 2018, at 11:16 AM, "craigspencerharrison@gmail.com" < craigspencerharrison@gmail.com > wrote:

Good morning Tennis and Jenifer.

There has been a lot of attention given to small, nonconforming Diversified Agriculture parcels because there are many controversial grows proposed on them.

I think the upcoming revisions to the ordinance should address nonconforming parcels of all zoning categories, including RRD (Resource and Rural Development).

As an example in Bennett Valley, consider the screenshot below of the Waldruhe Heights area on Sonoma Mountain Road. By any reasonable definition this is a neighborhood. It has many nonconforming RRD parcels. As one example, consider APN 055-100-002. The county records indicate it is 0.21 acres (9,500 square feet), in an RRD-40 category--minimum lot size of 40 acres. Legacy zoning where a lot is 0.5% of the minimum lot size takes "nonconforming" to new heights of absurdity. There are seemingly 20 or more similar lots nearby, and if these were zoned now for the first time I'm sure they would be rural residential (RR).

The current code would allow indoor cottage grows on this 0.21 acre parcel here with a ministerial permit.

My point is that there are probably many nonconforming RRD

parcels in Bennett Valley and the county, some 2 or 5 or 10 acres. These will someday be a problem if you don't address them now. If an acre commercial grow were proposed, for example, at 055-080-030 (10.5 acre RRD) or 055-080-033 (11.65 acre DA-20) another bonfire would be lit.

I know your staff is incredibly busy on the cannabis ordinance and can't look into every zoning detail. I happened to run across this one. I think we all want to try to solve most of the foreseeable problems with the ordinance at once rather than have a series of flare-ups followed by piecemeal fixes. Fixing the ordinance for smaller RRD parcels along with DA parcels seems a "no-brainer" to me.

Best wishes,

Craig S. Harrison

President

Bennett Valley Community Association

707-573-9990

http://bennettvalley.org/

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From: <u>Laura Waldbaum</u>

To: Tennis Wick; g\_carr@sbcglobal.net; Todd.Tamura@gmail.com; Komron@oakmontsl.com;

p.davis479@gmail.com; cameron@mauritsonfarms.com; Amy Lyle

Cc: <u>David.Hines@wildlife.ca.gov</u>; <u>Rick Rogers - NOAA Federal</u>; <u>Zimmer, Valerie@Waterboards</u>

**Subject:** Input and suggestions Cannabis Regulation changes

**Date:** Monday, May 7, 2018 3:51:50 PM

Attachments: Cannabis Policy Changes to Increase Compatibility.pdf

Comments on Alignment of Sonoma County Cannabis Regulation with Temporary California State Law.pdf

Attached you will find input and suggestions to consider prior to the upcoming meetings and hearings. At the April 10, 2018 Board of Supervisors Workshop on cannabis, you requested input from both neighborhood groups and the industry. Missing in the discussion so far has been input from environmental advocates. I hope you will consider the attached suggestions. I have been watching the process, attending all of the meetings of the CAG and also speaking at hearings. I have been holding regular meetings with others here in the Mark West watershed and these comments represent input from those folks as well as my own.

If you have any questions please don't hesitate to call or email. Thank you.

Laura Waldbaum 707 539-5773

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# **Cannabis Policy Changes to Increase Neighborhood Compatibility**

Small scale cannabis growing has been taking place in Sonoma County for many years as a black and grey market commodity. The County was impacted by this activity in both positive and negative ways. It is unclear if financial benefits infused into the County from these operations outweighed the costs financially in enforcement and court costs, cannabis associated increased crime, and environmental damage. Estimates of benefit to the County often omit this important data. What we do know, is that most of the Cannabis being grown in the County now and in the past, does not remain in the County. A case can be made that we are exporting our natural resources and negatively impacting the quality of life for many of the County's voters by our inability to find a policy that works to deal with legal and illegal cannabis.

Implementation of the County's cannabis regulations has failed the small growers who want to become legal and has failed the residents of the County who have seen their lives disrupted by large legal grows in their neighborhoods. Some of these farms are existing growers who have been hiding from the public all of the negative impacts of their businesses (for fear of being shut down). These folks are now emboldened to do whatever they want because they are protected by the penalty relief aspect of the permitting process. Others are outsiders who have migrated to the County to make their fortune here because we are a "permissive" County.

Estimates from the Tax collector and industry analysts show that even in a best case scenario, Cannabis is a break even industry for the County. Likely Cannabis will cost County coffers and thus the taxpayers next year.

# **Moving Forward – Immediate Action**

These issues require a major shift in County Cannabis Policy. A new approach is needed to get the regulated market back on track, protect our natural resources and preserve the quality of life for Sonoma County residents. In January of 2012, Sonoma County Supervisors approved a temporary moratorium on new vineyard conversions while staff developed new standards for tree removal on steep slopes and ridgetops. These rules were created as a result of a scientific process involving independent consultants and equal input from the wine industry and environmental advocates. This process is needed now. I suggest an immediate moratorium on new project applications. This will discourage large growers from outside the area from coming to the County until we find a way to deal with displaced existing small farmers. These newcomers seem to be the worst offenders. Many don't live on the cannabis property or have ties to the land and community. The County currently has an adequate number of applicants to fill the needs of County end users, according to the document Defining the Sonoma County Cannabis Market, March 26, 2018. While this moratorium on new permits is in place, there will be an opportunity to thoughtfully examine a new way forward and public pressure for relief from cannabis's negative impacts on their neighborhood's both current and future will be decreased.

# **Level the Playing Field**

The current process of taking input from the cannabis industry through the Cannabis Advisory Group and processing it through the Ad Hoc has caused the public to lose faith in the system. Because the CAG

is composed mainly of cannabis advocates their recommendations are skewed to benefit the industry. The public feels like they have no voice. Supervisor Hopkins' comments at public hearings on September 12, 2017 and April 10, 2018 reinforce the image that the cannabis industry is writing their own regulations at the expense of the rest of the County residents. That must end in order for the public outcry to end. Residents must feel they have a voice in the process rather than having cannabis operations shoved upon them. The County must create a mechanism for citizens to collaborate and generate meaningful input for the Ad Hoc to consider. In addition, the County MUST designate professional impartial scientists to evaluate the effects of cannabis grows on the environment, the image of the County (and its effects on our existing tourism), and also on the health and wellbeing of our residents. Skipping this step in initial development of cannabis policy has resulted in the current mess. Rushing to fix the problems which currently exist without thoroughly examining all possible repercussions is not a viable solution. Direction from the cannabis industry has been proven to be inaccurate, shortsighted and unreliable.

# **Protecting Small Farmers – Start With Taxpayers**

The current penalty relief process has failed. The process has protected growers who are in places inappropriate for growing by allowing them to continue to operate without a permit. These unscrupulous individuals have entered the regulatory process only as a result of code enforcement complaints. They have dragged out the permitting process by not completing applications. They are not paying taxes, so cannot get temporary permits to sell on the legal market. Thus **the County is passively involved in the black market by allowing unpermitted growers to continue to supply the black market.** Doing this undercuts growers who have been paying taxes, who have higher expenses and much charge higher prices. It also allows unpermitted growers to be protected from fines, to continue to occupy and use unpermitted unsafe structures, and to continue to use water and discharge to the environment before any studies have been done to determine its effects. These things would never occur for any other type of business and should not be allowed here.

- All grows which have not paid taxes on time must be immediately removed from the penalty relief program and all operations must cease until the operation has been fully permitted.
- All operations which have unpermitted buildings must have buildings brought up to code immediately. Operations must cease until all building codes are met, or until the buildings are removed.
- Any operation in a sensitive habitat area or a water scarce (Class 3 or 4) area which has not completed the required studies must cease immediately. If a permit is being processed in such an area, the consultant hydrology studies should be peer reviewed by a registered hydrogeologist from outside the cannabis industry and outside Sonoma County, experienced in peer review. Consultant reports for these permit applications must be held to the highest standards and must comply with all of the 31 point Sonoma County Groundwater Studies check list specified under the County General Plan WR-2e. All studies should address impacts at all specific times of year and water use impacts must be analyzed as to impacts in all seasons not just on a yearly basis.
- Cannabis growers with penalty relief applications who are paying their taxes and who have complied with County codes (without code enforcement complaints) should be expedited.

These applications should move to the front of the que, be studied first by planners, and should be the first hearings held. Efforts must be made to advance uncontested permits in appropriate areas, rewarding those doing things right. This will create an atmosphere where a grower is incentivized to work with their neighbors to find a solution that works for all.

# **Designating Cannabis Growing Areas**

Residential neighborhoods should continue to be protected from commercial growing. Residential areas are where people live, not work. The County made the correct decision when commercial growing activity was restricted in RR and AR zoning and this must be maintained to protect neighbors and allow them to feel safe in their own homes. Existing small growers who have been paying taxes and contributing to the County's economy, but who have been zoned out of their previous property can be integrated into the legal market by creating cannabis growing areas. These farmers can grow cooperatively with other small growers on large parcels designated within the County as cannabis zones. These parcels may be in industrial areas or on County owned land near services such as sewer and County water, but outside residential, sensitive environmental, or water scarce areas. These zones should be easily and quickly accessible by emergency personnel such as fire and police. Conversely, remote areas far from services should be designated cannabis exclusion zones. Sensitive biotic areas, areas with impacted listed species, water scarce areas (class 3 and 4) and areas previously subjected to groundwater withdrawal restrictions from California State Water Resources Control Board should also be excluded from commercial cannabis production. Relying on the use permit system to determine the effects of grows one by one in these areas does not allow for any analysis of the cumulative impacts of multiple grows. The permitting process must look at the "big picture". Even one additional relatively insignificant additional water use can have a significant impact on an area already in overdraft. Relying on a piecemeal approach to land use denies the ability to assess impacts on these areas as a whole.

# Respecting Neighborhood Associations CC&Rs and Rural Road Easements

Many of the incompatibility issues are arising where neighborhood norms or rules are being disregarded. The County should respect neighborhood CC&Rs which prohibit commercial uses by rejecting permit applications in such neighborhoods. Neighbors should not have to sue over County land use decisions which are in conflict with existing civil standards and rules. Further, commercial use of driveway easements creates a hardship for those neighbors who maintain rural private roads. Neighbors who share rural roads and their care should approve of any commercial use. Without unanimous consent of all neighbors, any permit for a parcel accessed only by a shared privately maintained road should be rejected.

# Make the Minor Use and Conditional Use Permitting Process Meaningful

While it has been the policy of the County Planning and the Board of Zoning Adjustments to find a way to approve permit applications by adding conditions to the permit to mitigate impacts, some impacts cannot be mitigated. **The County must step up and <u>deny outright</u> inappropriate projects.** 

If growers coming to the County see inappropriate projects being denied, then they will not want to go through the time and effort to impose such projects on the neighbors. Neighbors will feel they have a voice, and better and more appropriate projects will be submitted by growers.

# **Crack Down on Illegal Growers and Processors**

If the legal market is to survive and thrive in Sonoma County, then illegal growers must become legal or face consequences. The County must use all the tools available to find and root out illegal grows. On one day, in about a half hour, I found 6 illegal cannabis grows in my neighborhood using google earth. The current County code enforcement technique of relying on complaints is inadequate. This has forced illegal growers back up into the hills where they are out of sight. These are places easily accessible to criminals and often are our most sensitive habitats. **The County should consider hiring an outside firm to find these grows.** The firm could be paid a fee for each illegal operation found. **This could be funded with the money collected in land use fines assessed on the properties where the illegal activity is taking place.** Increased enforcement will bring more growers into the legal market, or will drive those who do not intend to enter the legal market to other counties to continue their illegal activity.

# Comments on Alignment of Sonoma County Cannabis Regulation with Temporary California State Law

# **Timing of Alignment**

Current California State Cannabis Regulations are not permanent and are subject to changes resulting from public and agency comments and current unresolved litigation. For example, the proposed, but not adopted cap of one acre has resulted in a suit filed by small growers (California Growers Association V CDFA). Should the plaintiff prevail in this litigation, the one acre cap would likely be reinstated. **The County should wait until final regulations are adopted by the State in order to align County policy with changes made during the State process.** 

# **Need for Alignment**

There is no need to align County Regulations at this time. Continuing the current regulations allow for continuity and stability of the nascent legal market. Making changes adds instability both for growers and neighbors. Cannabis growers' argument that they are disadvantaged by the County's regulations compared to other Counties is a blatant disregard for the facts. Most Counties in the State have much more stringent regulations than Sonoma County, especially concerning outdoor growing. Under current regulations, Sonoma County growers are allowed to plant and harvest much more cannabis than growers in the majority of Counties in the State. If growers are feeling disadvantaged then perhaps they should consider moving to a County where the entire economy hinges on cannabis cultivation and sale. The vast majority of Sonoma County residents participate in non-cannabis businesses both here and outside the County and do not wish the County to change its image from a family friendly place to live and visit, to a cannabis destination.

# **Changing County Canopy Definition to Match State**

Growers have put forth a proposal to change the way the County defines canopy for taxation and for determining the maximum size of the grow area. While I am sympathetic to the idea of not paying taxes on what is not sold, changing the definition for the purpose of taxation creates many undesirable consequences. I urge the County to find a different way to remedy the tax situation. Perhaps it is time to tax actual sales. This would be both fair to growers and would highlight what a farm actually produces, what taxes are paid or not paid on that crop, and who is paying or not paying their taxes.

Changing the definition of canopy for the purpose of delineating the growing area would allow for additional growing. The County's MND was based on a certain quantity of cannabis being grown on a specific site. Allowing for non-flowering plants to be exempt from total canopy will allow for a much larger area being grown. While not for sale, those additional plants do still take up space and use resources such as water. This change will have impacts both on the neighbors and the environment. It will change the way water studies will need to be done. Will plants not included in canopy size be included in water use estimates? If so how will the size and number of such plants be determined? Will a one acre grow be allowed to grow (on site) an additional acre of immature, non -flowering plants? Who will decide, and how will this decision be made? Finally, the current canopy definition allows for easy verification of compliance with the size of grow permitted on a specific site. The entire area is the canopy. Allowing additional non-canopy plants will make it difficult to determine growers' compliance

with County regulations. Non-flowering plants at one time of year may go on to be flowering plants at another time of year depending on when canopy is verified. This difficulty will add an additional burden on Code enforcement and will make it more difficult to respond to citizen complaints. Before changing rules regarding canopy, the County should allow time to assess impacts of the current regulations on neighbors and the environment.

#### Setbacks

Current neighborhood incompatibility impacts suggest that County's setback limits are not adequate to mitigate impacts of growers on neighbors. Decreasing the setbacks as proposed by growers will only make matters worse. It is not necessary or desirable for the County to decrease setbacks to match the minimum setback required by State law. Cities and Counties can and often do impose more strict regulations than the State requires. Setbacks are an important tool to protect neighbor's quality of life and citizen's ability to enjoy parks, schools and open space without fear of public health and safety issues. Setbacks protect the vast majority of County residents who are not cannabis producers. Current County regulations regarding setbacks should remain intact or be strengthened, (extended) not weakened as proposed by growers.

#### **Processors Licenses**

**Processor's licenses and facilities, if approved by the County, should be allowed only in industrial zones. Processing is not agriculture**. Agricultural lands must be protected for agriculture as outlined in the General Plan.





915 L STREET C413 SACRAMENTO CA 95814

May 15, 2018

Dear Mr. Ricard,

Based on the direction to your staff from the Sonoma County Board of Supervisors on April 10, 2018 to revise the existing county ordinance for commercial cannabis activities (Ordinance No. 6189), the California Growers Association (CGA) is providing the following suggestions for your consideration.

CGA has partnered with Amber Morris, former Branch Chief of the California Department of Food and Agriculture's CalCannabis Cultivation Licensing Branch to develop these suggestions. Based on her experience, Amber has a thorough understanding of state requirements and has provided suggestions that we believe will help create consistency with state requirements and provide needed clarity.

Attached are the following Sonoma County code sections with tracked changes:

- 26-02-140
- 22-88-250
- 22-88-252
- 22-88-254
- 22-88-256

Below is a summary by section:

#### Section 26-02-140.

To provide consistency with state laws and regulations the following definitions should be **replaced** with definitions included in state law or regulation: *Cannabis, cannabis cultivation, cannabis cultivation-indoor, cannabis cultivation-mixed light, cannabis cultivation-outdoor, cannabis cultivation site, cannabis dispensary, cannabis license, cannabis licensee, cannabis manufacturer, cannabis-medical, cannabis product or medical cannabis product, cannabis testing laboratory, person, premises, and volatile solvent.* Reference to specific state law or regulation where state definition exists is provided on the attachment.

To provide consistency with state laws and regulations the following definitions should be **revised** to be more aligned with state law or regulation: *Cannabis cultivation type, cannabis distribution facility, and greenhouse.* 

Based on changes in state law and regulation, the following definitions should be **removed** to align more closely with state law and regulation: *Cannabis cultivation area, cannabis* 





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transporter, medical cannabis dispensary, medical cannabis dispensary-level 1, and medical dispensary-level 2.

Based on changes in state law and regulation, the following definitions should be **added** to align more closely with state law and regulation: *Cannabis canopy area, cannabis dispensary- non storefront, cannabis distributor- self transport only, cannabis distributor- transport only, cannabis processor, flowering, mature plant, nonmanufactured cannabis product, on-site processor, off-site processor, pre-roll, and process/processing/processes.* 

#### 22-88-250.

Suggested revisions by subsection.

- (c) Add language to provide opportunities for permit holders to participate in temporary events permitted under state licensing.
- (e) Permit renewals need to be detailed including costs, allowable changes to the permit during renewal process, required information, etc. Suggested language for renewals was not included as we understand this will be addressed in a future ordinance revision.
- (f) To ensure this section is consistently interpreted, add a reference to the county definition of public nuisance and clarification that for the adverse impacts specifically listed (dust, light, glare, heat, noise, noxious gasses, odor, smoke, traffic, vibration), neighbors and residents are not impacted "beyond an acceptable level." Acceptable levels for all qualifiers listed (dust, light, glare, heat, noise, noxious gasses, odor, smoke, traffic, vibration) should have been established in the CEQA document. The way it was currently written alludes to any level having adverse health and safety impacts.
- (j) Add record retention requirement to match state law (BPC 26160). Include a requirement for record turnaround time to clarify expectations for both industry and regulators (10 days was an arbitrary number, county could elect to reduce but should state the expectation clearly).

#### 22-88-252.

Unsubstantial edits made to sub (b). Add comma, remove reference to medical.

# 22-88-254- Commercial Cannabis Cultivation and Processing

Suggested revisions by subsection.

- (a) Clarify purpose of section by adding processing.
- (b) Differentiate cannabis cultivation from off-site processing and include nonmanufactured products.
- (c) Clarify PRMD would issue processing permits.
- (d) Reference a specific version of the Best Management Practices for Cannabis Cultivation. As currently written, cannabis operators would be expected to follow what is assumed to be the latest version? How will changes in the BMPs be communicated to permitees? What timeframe will they have to get into compliance with changes? I made a note to





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- include a date of the version that cultivators will be responsible for complying with, the current document does not have version control.
- (e) Remove the word "entity" because it was not defined, it was lumped into the definition of single person in this same subsection and not defined elsewhere. Start referencing canopy area instead of cultivation area.
- (f) Add the ability for cultivators to self-transport without an additional county permit.
- (g) Throughout this subsection replace cultivation area with canopy area and site with premises. Also clarify what development criteria should apply to off-site processors. (1) To be consistent with state regulations, only apply square footage limitation to the canopy. This will likely result in the county having to reassess max square footage. There are also a couple inconsistencies with state requirements in this subsection that should be reconsidered: Nursery size limitation is not required by the state, and the buffer to schools is only required to be 600ft.
  - (6) With the addition of off-site processing, determine property setbacks. Suggest mirroring manufacturing requirements.
  - (17) Revise "beneath the canopy" to canopy area.
- (h) (1) Specify local agency because state regulations do not require advanced notice for inspections.
  - (3) Energy Use and Generator Use. Strike county requirement and defer to state requirements (CCR Title 3, Sections 8305 and 8306) if possible with current Neg Dec. Consider tiering to CDFA Program EIR.
  - (8) Waste Management. Strike county requirement and defer to state requirements (CCR Title 3, Section 8308). CDFA worked closely with CalRecycle to ensure requirements outlined in referenced section meet the needs of CalRecycle.
  - (9-12) Water subsections. Strike current language and defer to state requirements to avoid redundancies.

# 22-88-256- Cannabis Dispensary Uses

Suggested revisions by subsection.

- (a) Include non-storefront dispensaries.
- (c) Mirror language in CCR, Title 13, Section 5414 that non-storefront dispensaries are subject to all requirements other than those for public access.
- (d) With the inclusion of adult use and non-storefront, reconsider the total number of dispensaries.
- (e) Revise operation plan requirements to allow dispensaries to sell for adult use and medical markets.
- (j) (3) Change to mirror the language in 22-88-254 (f)(3) for consistency
- (k) (2) Change to mirror the language in 22-88-254 (f)(16) for consistency
  - (5) Revise public access requirements to allow dispensaries to sell for adult use and medical markets.
  - (6) Update to reflect changes in state law regarding alcohol restrictions (BPC 26054).





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While reviewing the code sections relevant to the ordinance, a general lack of clarity for the expectations of distributors and manufacturers was noted. We suggest that the county develop code sections similar to those for cultivation and dispensing to address development criteria and operation plans for commercial cannabis manufacturing and distribution to provide transparency for applicants and to streamline the efforts of the county by receiving applications that are consistent information that is needed.

We appreciate and commend the efforts Sonoma County has made to create a viable marketplace for commercial cannabis in the unincorporated areas of the county. With state laws and regulations constantly evolving we recognize the challenges you face to ensure that you provide the best opportunities for your commercial cannabis community.

For questions regarding the specific content of this letter, we encourage you to work directly with Amber Morris who can be reached by email at <a href="mailto:amber@greenguidancesolutions.com">amber@greenguidancesolutions.com</a> or by phone at (916) 606-0771.

SHAPING PUBLIC POLICY TOGETHER

As always, you may also consider myself and CGA a resource.

Best regards,

HO allen

Hezekiah D. Allen, Executive Director California Growers Association

#### Agricultural crop:

Any cultivated crop grown and harvested for commercial purposes, except for cannabis and other controlled substances, which are defined and classified separately.

## Agricultural cultivation:

The act of preparing the soil for the raising of agricultural crops, as defined herein.

#### **Cannabis:**

All parts of the plant Cannabis sativa Linnaeus, Cannabis indica, or Cannabis ruderalis, or any other strain or varietal of the genus Cannabis that may exist or hereafter be discovered or developed that has psychoactive or medicinal properties, whether growing or not, including the seeds thereof. "Cannabis" also means marijuana as defined by Section 11018 of the Health and Safety Code as enacted by Chapter 1407 of the Statutes of 1972. For the purpose of this section, "cannabis" does not mean "industrial hemp" as defined by Section 81000 of the Food and Agricultural Code or Section 11018.5 of the Health and Safety Code. Cannabis is classified as an agricultural product separately from other agricultural crops.

## Replace with BPC 26001 (f):

All parts of the plant Cannabis sativa Linnaeus, Cannabis indica, or Cannabis ruderalis, whether growing or not; the seeds thereof; the resin, whether crude or purified, extracted from any part of the plant; and every compound, manufacture, salt, derivative, mixture, or preparation of the plant, its seeds, or resin. "Cannabis" also means the separated resin, whether crude or purified, obtained from cannabis. "Cannabis" does not include the mature stalks of the plant, fiber produced from the stalks, oil or cake made from the seeds of the plant, any other compound, manufacture, salt, derivative, mixture, or preparation of the mature stalks (except the resin extracted therefrom), fiber, oil, or cake, or the sterilized seed of the plant which is incapable of germination. For the purpose of this division, "cannabis" does not mean "industrial hemp" as defined by Section 11018.5 of the Health and Safety Code.

#### **Cannabis cultivation:**

Any activity involving the planting, growing, harvesting, drying, curing, grading, or trimming of cannabis for medical use, including nurseries, that is intended to be transported, processed, distributed, dispensed, delivered, or sold in accordance with the Medical Cannabis Regulation and Safety Act (MCRSA) for use by medical cannabis patients in California pursuant to the Compassionate Use Act of 1996 (Proposition 215), found at Section 11362.5 of the Health and Safety Code.

#### Replace with BPC 26001 (I):

Any activity involving the planting, growing, harvesting, drying, curing, grading, packaging, labeling, or trimming of cannabis.

#### **Cannabis cultivation - Indoor:**

Cultivation of cannabis using exclusively artificial lighting.

Replace with CCR Title 3, 8200 (n)

The cultivation of cannabis within a permanent structure using exclusively artificial light or within any type of structure using artificial light at a rate above twenty-five watts per square foot.

#### **Cannabis cultivation - Mixed-Light:**

Cultivation of cannabis using any combination of natural and supplemental artificial lighting.

Greenhouses, hoop houses, hot houses and similar structures or light deprivation systems are included in this category.

# Replace with CCR Title 3, 8200 (s):

The cultivation of mature cannabis in a greenhouse, hoop-house, glasshouse, conservatory, hothouse, or other similar structure using light deprivation and/or one of the artificial lighting models described below:

- (1) "Mixed-light Tier 1" the use of artificial light at a rate of six watts per square foot or less;
- (2) "Mixed-light Tier 2" the use of artificial light at a rate above six and below or equal to twenty-five watts per square foot.

#### **Cannabis cultivation - Outdoor:**

Cultivation of cannabis using no artificial lighting conducted in the ground or in containers outdoors with no covering. Outdoor cultivation does not include greenhouses, hoop houses, hot houses or similar structures.

Replace with CCR Title 3, 8200 (w):

The cultivation of mature cannabis without the use of artificial lighting in the canopy area at any point in time. Artificial lighting is permissible only to maintain immature plants.

#### **Cannabis cultivation site:**

The premise(s), leased area(s), property, location or facility where medical cannabis is planted, grown, harvested, dried, cured, graded, or trimmed or that does all or any combination of those activities.

Replace with BPC 26001 (m):

A location where cannabis is planted, grown, harvested, dried, cured, graded, packaged, labeled or trimmed, or a location where any combination of those activities occurs.

# Cannabis cultivation type-:

The type of cultivation is classified as outdoor, indoor or mixed-light <u>tier 1 and tier 2</u>, <u>processor</u>, <u>and nurseries</u> as defined herein, consistent with the state licensing scheme.

#### **Cannabis dispensary:**

A facility operated in accordance with state law, where medical cannabis, medical cannabis products or devices for the use of medical cannabis are offered, either individually or in any combination, for retail sale, including an establishment that delivers medical cannabis or medical cannabis products as part of a retail sale.

#### Replace with BPC, Section 26070 (a):

A location for the retail sale and delivery of cannabis or cannabis products to customers. A cannabis dispensary shall have a a physical location from which commercial cannabis activities are conducted (also see cannabis dispensary- non-storefront).

# Cannabis distribution facility or:

The location or a facility where a A person that conducts the business of procuring medical cannabis from licensed cultivators or manufacturers for and may also engage in one or more of the following: sales to licensed dispensaries, and the inspection, quality assurance, and batch testing by a Type 8 licensee, storage, labeling, packaging and other processes prior to transport to licensed dispensaries. This These Facility activities requires a Type 11State Distributor L-license pursuant to the Medical Cannabis Regulation and Safety Act (MCRSA).

#### **Cannabis license:**

A state license issued pursuant to the Medical Cannabis Regulation and Safety Act (MCRSA).

## Replace with BPC 26001 (y):

A state license issued pursuant to the Medicinal and Adult-use Cannabis Regulation and Safety Act and includes both an A-license and an M-license, as well as a testing laboratory license.

#### **Cannabis licensee:**

A person issued a state license under the Medical Cannabis Regulation and Safety Act to engage in commercial cannabis activity.

## Replace with BPC 26001 (z):

Any person holding a license pursuant to the Medicinal and Adult-use Cannabis Regulation and Safety Act, regardless of whether the license held is an A-license or an M-license, and includes the holder of a testing laboratory license.

#### **Cannabis manufacturer:**

A person that produces, prepares, propagates, or compounds manufactured medical cannabis, or medical cannabis products either directly or indirectly or by extraction methods, or independently by means of chemical synthesis or by a combination of extraction and chemical synthesis at a fixed location that packages or repackages medical cannabis or medical cannabis products or labels or relabels its container, that holds a valid state license and that holds a valid local license or permit.

Replace with CCR, Title 17, Section 40100

A person that compounds, blends, extracts, infuses, or otherwise makes or prepares a cannabis product.

(1) The term "manufacture" includes the following processes:

(A) Extraction processes;

(B) Infusion processes;

- (C) Packaging or repackaging of cannabis products; and
- (D) Labeling or relabeling the packages of cannabis products.
- (2) The term "manufacture" does not include the following:
  - (A) The repacking of cannabis products from a bulk shipping container by a distributor or dispensary where the product's original packaging and labeling is not otherwise altered;
    (B) The placing of cannabis products into opaque packaging at a retail premises for
  - purpose of complying with section 26070.1 of the Act; or
  - (C) The collection of the glandular trichomes that are dislodged from the cannabis plant incident to cultivation activities.

# **Cannabis manufacturing:**

A location that produces, prepares, propagates, or compounds manufactured medical cannabis or medical cannabis products, directly or indirectly, by extraction methods, independently by means of chemical synthesis, or by a combination of extraction and chemical synthesis, and is owned and operated by a licensee for these activities.

Replace with CCR, Title 17, Section 40100

All aspects of the extraction and/or infusion processes, including processing, preparing, holding, storing, packaging, or labeling of cannabis products. Manufacturing also includes any processing, preparing, holding, or storing of components and ingredients.

#### Cannabis - Medical:

Any product containing cannabis, including but not limited to flowers, buds, oils, tinctures, concentrates, extractions, and edibles intended to be sold for use by medical cannabis patients in California pursuant to the Compassionate Use Act of 1996 (Proposition 215), found at Section 11362.5 of the Health and Safety Code. For the purposes of this chapter, medical cannabis does not include industrial hemp as defined by Section 81000 of the Food and Agricultural Code or Section 11018.5 of the Health and Safety Code.

Replace with BPC 26001 (ai):

Cannabis or a cannabis product, respectively, intended to be sold for use pursuant to the Compassionate Use Act of 1996 (Proposition 215), found at Section 11362.5 of the Health and Safety Code, by a medicinal cannabis patient in California who possesses a physician's recommendation.

#### Cannabis operator:

The natural person or designated officer responsible for the operation of any commercial cannabis use.

Operator is not defined at state level.

## Cannabis product, medical cannabis, or medical cannabis product:

Any product containing cannabis, including but not limited to flowers, buds, oils, tinctures, concentrates, extractions, and edibles intended to be sold for use by medical cannabis patients in California pursuant to the Compassionate Use Act of 1996 (Proposition 215), found

at Section 11362.5 of the Health and Safety Code. For the purposes of this chapter, medical cannabis does not include industrial hemp as defined by Section 81000 of the Food and Agricultural Code or Section 11018.5 of the Health and Safety Code.

Replace with HSC 11018.1:

Cannabis that has undergone a process whereby the plant material has been transformed into a concentrate, including, but not limited to, concentrated cannabis, or an edible or topical product containing cannabis or concentrated cannabis and other ingredients.

## **Cannabis testing laboratory:**

A facility, entity, or site in the state that offers or performs testing of cannabis or cannabis products.

Replace with BPC 26001 (at):

A laboratory, facility, or entity in the state that offers or performs tests of cannabis or cannabis products and that is both of the following:

(1) Accredited by an accrediting body that is independent from all other persons involved in commercial cannabis activity in the state.

(2) Licensed by the bureau.

Cannabis transporter: See Cannabis Distributor- Self Transport and Transport only

## **Crop production:**

The commercial growing and harvesting of agricultural crops including horticultural or ornamental shrubs, plants, flowers, trees, vines, fruits, vegetables, hay, grain and similar food and fiber crops or agricultural commodities, except for cannabis or other controlled substances, which shall be defined and classified separately.

**Greenhouse:** (county has suggested they are revising this definition)

A temporary or permanent structure, including hothouses, hoop houses and similar structures for the covered propagation and growing of plants, constructed with a translucent roof and/or walls.

Marijuana: See Cannabis

Medical cannabis dispensary includes any association, cooperative, affiliation, or collective of four (4) or more persons where the primary purpose is to provide the lawful distribution of medical cannabis that has been recommended by a licensed physician, in strict accordance with Health and Safety Code Section 11362.5 et seq.

A medical cannabis dispensary does not include dispensing by primary caregivers to qualified patients in the following locations and uses, as long as the location of such uses are otherwise regulated by this Code or applicable law:

(a) A clinic licensed pursuant to <u>Chapter 1</u> of Division 2 of the Health and Safety Code Section 1200 et seq.;

- (b) A health care facility licensed pursuant to <u>Chapter 2</u> of Division 2 of the Health and Safety Code Section 1250 et seq.;
- (c) A residential care facility for persons with chronic life threatening illness licensed pursuant to Chapter 3.01 of Division 2 of the Health and Safety Code Section 1568.01 et seq.;
- (d) Residential care facility for the elderly licensed pursuant to Chapter 3.2 of Division 2 of the Health and Safety Code Section 1569 et seq.;
- (e) A residential hospice, or a home health agency licensed pursuant to <u>Chapter 8</u> of Division 2 of the Health and Safety Code Section 1725 et seq.;
- (f) A qualified patient(s primary place of residence.

Medical cannabis dispensary, Level 1 means a dispensary of not more than one thousand (1,000) square feet, which has less than three hundred (300) patients, where no more than twenty (20) patients per business day are served.

Medical cannabis dispensary, Level 2 means a dispensary which has over two hundred ninety nine (299) patients, and/or which is located in a facility of greater than one thousand (1,000) square feet, and/or which serves more than twenty (20) patients per business day.

Medical marijuana: See Cannabis - Medical.

### **Nursery - Cannabis:**

An establishment that produces only clones, immature plants, and seeds for wholesale distribution to permitted cultivators or dispensaries, used specifically for the planting, propagation, and cultivation of medical cannabis.

#### Person:

An individual, firm, partnership, joint venture, association, corporation, limited liability company, estate, trust, business trust, receiver, syndicate, tribe, or any other group or combination acting as a unit and includes the plural as well as the singular number.

Replace with BPC 26001 (an):

Includes any individual, firm, partnership, joint venture, association, corporation, limited liability company, estate, trust, business trust, receiver, syndicate, or any other group or combination acting as a unit, and the plural as well as the singular.

# Premise(s):

A legal parcel, or a leasehold interest in land, or a leased or owned space in a building.

Replace with BPC 26001 (ap):

The designated structure or structures and land specified in the application that is owned, leased, or otherwise held under the control of the applicant or licensee where the commercial cannabis activity will be or is conducted. The premises shall be a contiguous area and shall only be occupied by one licensee.

#### **Review authority:**

The individual or official county body (the Director, Commission, or Board) and others as identified in the county code as having the responsibility and authority to review and approve or deny land use permit applications.

#### **Volatile solvent:**

Volatile solvents may include but is not limited to: (1) explosive gases, such as Butane, Propane, Xylene, Styrene, Gasoline, Kerosene, O2 or H2; and (2) dangerous poisons, toxins, or carcinogens, such as Methanol, Methylene Chloride, Acetone, Benzene, Toluene, and Trichloro-ethylene as determined by the Fire Marshall.

Replace with CCR Title 17, Section 40100 (ppp)

Any solvent that is or produces a flammable gas or vapor that, when present in the air in sufficient quantities, will create explosive or ignitable mixtures. Examples of volatile solvents include, but are not limited to, butane, hexane, and propane.

# Add the following definitions:

Cannabis Canopy Area (CCR Title 3, 8200 (f))

The designated area(s) at a permitted premises, except nurseries, that will contain mature plants at any point in time, as follows:

- (1) Canopy shall be calculated in square feet and measured using clearly identifiable boundaries of all area(s) that will contain mature plants at any point in time, including all of the space(s) within the boundaries;
- (2) Canopy may be noncontiguous but each unique area included in the total canopy calculation shall be separated by an identifiable boundary that includes, but is not limited to, interior walls, shelves, greenhouse walls, hoop house walls, garden benches, hedgerows, fencing, garden beds, or garden plots; and
- (3) If mature plants are being cultivated using a shelving system, the surface area of each level shall be included in the total canopy calculation.

<u>Cannabis Dispensary- non-storefront-(CCR Title 16, Section 5414)</u>

A person authorized to conduct retail cannabis sales exclusively by delivery as defined in Business and Professions Code, Section 26001(p).

Cannabis Distributor- self-transport only (CCR Title 16, Section 5315)

A person authorized to engage only in the transport of cannabis goods that they cultivated or manufactured (self-distribution), between licensees except to retailer unless transporting only immature plants and seeds from a licensed nursery to a licensed retailer.

<u>Cannabis Distributor- transport only (CCR Title 16, Section 5315):</u>

A person authorized to engage in the transport of cannabis goods, cultivated or manufactured by other licensees, between licensees except to retailer unless transporting only immature plants and seeds from a licensed nursery to a licensed retailer.

## Cannabis Processor (CCR Title 3, Section 8201 (f)

A cultivation site that conducts only trimming, drying, curing, grading, packaging, or labeling of cannabis and nonmanufactured cannabis products.

# Flowering (CCR Title 3, Section 8000 (I)

A cannabis plant has formed a mass of pistils measuring greater than one half inch wide at its widest point. (m) "Immature plant" or "immature" means a cannabis plant that is not flowering.

## Mature plant (CCR Title 3, Section 8000 (r)

A cannabis plant that is flowering.

# Nonmanufactured cannabis product (CCR Title 3, Section 8000 (u)

Flower, shake, kief, leaf, and pre-rolls.

# Off-site Processing (Language from Humboldt Cannabis Ordinance)

Location or facility where cannabis is dried, cured, graded, trimmed, and/or packaged when conducted at premises separate from the cultivation site where the processed cannabis is grown and harvested.

## On-site Processing (Language from Humboldt Cannabis Ordinance)

Location or facility where cannabis is dried, cured, graded, trimmed, and/or packaged by or under the control of one or more licensed cultivators, when conducted at the same premises or Parcel which is host to the cultivation site(s) where the cannabis is grown and harvested.

#### Pre-roll (CCR Title 3, Section 8000 (z)

Nonmanufactured cannabis product(s) rolled in paper.

# Process, Processing and Processes CCR Title 3, Section 8000 (aa)

All activities associated with drying, curing, grading, trimming, storing, packaging, and labeling of cannabis and nonmanufactured cannabis products.

- (a) Purpose. This section provides the development and operating standards for personal and commercial medical cannabis uses to ensure neighborhood compatibility, minimize potential environmental impacts, provide safe access to medicine and provide opportunities for economic development.
- (b) Applicability. Medical cCannabis uses shall be permitted only in compliance with the requirements of Sections 26-88-250 through 26-88-256 and all other applicable requirements for the specific type of use and those of the underlying base zone.
- (c) Limitations on Use. Medical cCannabis uses shall only be allowed in compliance with the following sections and all applicable codes set forth in the county code, including but not limited to, grading, building, plumbing, septic, electrical, fire, hazardous materials, and public health and safety. The operator shall comply with all laws and regulations applicable to the type of use and shall comply with all permit, license, approval, inspection, reporting and operational requirements of other local, state or other agencies having jurisdiction over the type of operation. The operator shall provide copies of other agency and department permits, licenses, or certificates to the review authority to serve as verification for such compliance. Permits for medical cannabis uses shall only be issued where written permission from the property owner or landlord is provided. Tasting, promotional activities and events related to cannabis uses are prohibited unless the requirements of Business and Professions Code, Section 26200 are met. Commercial cannabis uses for non-medical cannabis for adult use is prohibited.
- (d) Permit Requirements. Medical cannabis uses shall be subject to the land use permit requirements as shown in Table 1A-D Allowed Medical Cannabis Uses and Permit Requirements. No other type of cannabis uses are permitted except as specified in Table 1A-D. The county may refuse to issue any discretionary or ministerial permit, license, variance or other entitlement, which is sought pursuant to this chapter, including zoning clearance for a building permit, where the property upon which the use or structure is proposed is in violation of the county code. Medical cannabis uses shall also be subject to permit requirements and regulations established by the Sonoma County Department of Health Services.
- (e) Term of Permit. Permits for medical cannabis uses shall be issued to the operator for a period not to exceed one (1) year from the date of permit approval and shall be subject to annual permit renewals. The operator must apply for permit renewal prior to the expiration of the limited term permit. No property interest, vested right, or entitlement to receive a future permit to operate a medical cannabis use shall ever inure to the benefit of such permit holder as such permits are revocable.
- (f) Health and Safety. Medical cCannabis uses shall not create a public nuisance <u>pursuant to Section 1-7</u>, or adversely affect the health or safety of <u>the</u> nearby residents or businesses by creating <u>levels of</u> dust, light, glare, heat, noise, noxious gasses, odor, smoke, traffic, <u>or</u> vibration <u>in amounts beyond what has been determined as acceptable levels</u>; <u>unsafe</u> conditions or other impacts <u>related to health and safety</u>, or be hazardous due to the use or storage of materials, processes, products, runoff or wastes.
- (g) Taxes. Medical cCannabis uses shall comply with any additional taxes that may be enacted by the voters or any additional regulations that may be promulgated.
- (h) Operator Qualifications. Commercial medical cannabis operators must meet the following qualifications:
- 1. Commercial medical cannabis operators and all employees must be twenty-one (21) years of age.

- 2. Commercial medical cannabis operators shall be subject to background search by the California Department of Justice. Permits for commercial medical cannabis operations shall not be permitted for operators with felony convictions, as specified in subdivision (c) of Section 667.5 of the Penal Code and subdivision (c) of Section 1192.7 of the Penal Code.
- 3. Applicants providing false or misleading information in the permitting process will result in rejection of the application and/or nullification or revocation of any issued permit.
- 4. Priority processing of permits for medical cannabis operations shall be given to:
- a. Applications that demonstrate that the person operating the cannabis use or owner(s) of the cannabis use has been an existing cannabis operator in Sonoma County prior to January 1, 2016, or
- b. Applications that demonstrate that the person operating the cannabis use or owner(s) of the cannabis use have been a resident of Sonoma County prior to January 1, 2016, and
- c. Applications that provide a local preference hiring plan.
- (i) Weights and Measures. All scales used for commercial transactions shall be registered for commercial use and sealed by the Department of Agriculture/Weights and Measures.
- (j) Tracking. Commercial medical cannabis operators shall comply with any track and trace program established by the county and state agencies. Commercial medical cannabis operators must maintain records tracking all medical cannabis production and products for a period of seven (7) years and shall make all records related to commercial medical cannabis activity available to the county upon request within ten (10) business days.
- (k) Inspections. Commercial medical cannabis operations shall be subject to inspections by appropriate local and state agencies, including but not limited to the Departments of Health Services, Agriculture/Weights & Measures, and Permit and Resource Management. Medical cCannabis operations shall be inspected at random times for conformance with the county code and permit requirements. The inspection shall be conducted during regular business hours, with at least 24-hours' notice. If interference in the performance of the duty of the agency having jurisdiction occurs, the agency may temporarily suspend the permit and order the medical cannabis operation to immediately cease operations.
- (I) Monitoring. Monitoring shall be required for each medical cannabis operation to be granted a permit. An annual fee may be adopted by the board of supervisors and collected by the agency having jurisdiction or the county tax collector to pay for monitoring and enforcement.

Table 1A-D should be revised to include new uses and zoning allowances for Cannabis dispensary-nonstorefront, Cannabis distributor- transport only, Cannabis processor. Also consider revising mixed light to include Tier 1 and 2.

#### Sec. 26-88-252. - Enforcement.

- (a) Violations.
- (1) Any activity performed contrary to the provisions of Sections 26-88-250 through 26-88-258 is hereby declared to be a violation of this chapter and a public nuisance.
- (2) Any violation of a term, condition, or the approved plans and specifications of any permit issued pursuant to Sections 26-88-250 through 26-88-258 shall constitute a violation of this chapter.
- (3) Each and every day during any portion of which any violation of Sections 26-88-250 through 26-88-258 or any permit issued pursuant to this chapter is committed, continued, or allowed to continue shall be a separate offense.
- (b) Enforcement. Complaints regarding cannabis operations will be addressed by the agency having jurisdiction which may conduct an investigation to determine whether there was a violation of the county code, a zoning standard, or a use permit condition—, sheriff reports, online searches, citations, aerial photos or neighbor documentation may constitute proof of a violation.

If the agency having jurisdiction verifies that a medical-cannabis use is operating in violation of the county code, is otherwise unpermitted, or that a violation of any permit condition has occurred, a notice of violation pursuant to Section 1-7.3 of the county code or an administrative citation pursuant to this section may be issued. At the discretion of the agency having jurisdiction or upon appeal, the zoning permit or use permit may be scheduled for a revocation or appeal hearing with the board of zoning adjustments pursuant to Chapter 26 or a revocation or appeal hearing pursuant to Chapter 11. If the permit is revoked, a zoning or use permit for a cannabis operation may not be reapplied for or issued for a period of at least two (2) years.

Additionally, where the agency having jurisdiction has evidence that a violation of Sections 26-88-250 through 26-88-258 poses a significant health or safety hazard to the owners or occupants of adjoining properties or to the surrounding community, or for other good cause shown, the agency having jurisdiction may, in its discretion, commence a judicial action to enjoin such violation without the necessity of first going through the administrative procedures set forth in Section 1-7.3 of the county code.

- (c) Investigative and Prosecutorial Discretion. The agency having jurisdiction shall have discretion to investigate or prosecute any potential violation.
- (d) Suspension, Revocation or Modification. Any permit, license or approval issued pursuant to this chapter may be suspended, revoked, or modified by the agency having jurisdiction, if the agency determines any of the following:
- (1) Circumstances under which the permit was granted have changed and the public health, safety, and welfare require the suspension, revocation, or modification;
- (2) The permit was granted, in whole or in part, on the basis of a misrepresentation or omission of a material statement in the permit application; or
- (3) One (1) or more of the conditions of the original permit have not been substantially fulfilled or have been violated.

(e) Appeals. Permits issued by the Department of Agriculture/Weights & Measures shall be subject to review and appeal procedures pursuant to Chapter 11. Permits issued by PRMD shall be subject to review and appeal procedures pursuant to Chapter 26 or Chapter 1 as determined by director. The revocation of any permit issued pursuant to this Chapter shall have the effect of terminating the permit and denying the privileges granted by the permit.

Administrative Remedies. This section is not intended to, and does not, establish any criminal liability. This section provides administrative remedies for any violation of this section related to all cannabis uses. A violation of this section shall be subject to all civil enforcement and abatement methods, including the administrative procedure set forth in Section 1-7.3 of the county code. The remedies provided for in this section shall be cumulative and not exclusive.

(1) Administrative Citations. In addition to all other legal remedies, criminal or civil, which may be pursued by the county to address any violation of the county code, this subsection provides for administrative citations, in the following amounts, adopted pursuant to the authority conferred by the Government Code, including Section 53069.4. Violations of any provision of the county code, permit, license or approvals are subject to administrative citation. Each act, omission, or condition may be cited as a separate violation and each violation that continues, exists, or occurs on more than one (1) day may constitute a separate violation on each day, at the discretion of the agency having jurisdiction.

#### **Cannabis Administrative Citation Schedule**

Violation	First Offense	Second Offense	Third Offense
Exceedance of Allowed or Permitted Cultivation Area	\$20 per square foot	\$30 per square foot	\$50 per square foot
Non-compliance with a Standard or Condition	\$1,000	\$5,000	\$10,000
Unpermitted Cannabis Use other than cultivation area	\$10,000	\$25,000	\$50,000

- (2) Civil Penalties. In addition to any and all other costs, fees, penalties and expenses which may be assessed or imposed as a result of violation of this chapter, any person who violates any provision of this chapter shall be liable and responsible for, and shall pay to the county the following penalties, as determined by the agency having jurisdiction.
- (i) For each unpermitted cannabis use, no more than ten thousand dollars (\$10,000.00) for the first violation; no more than twenty-five thousand dollars (\$25,000.00) for the second violation within two (2) years; and no more than fifty thousand dollars (\$50,000.00) for the third violation within three (3) years.
- (ii) No more than one thousand dollars (\$1,000.00) per day for the first violation; no more than two thousand dollars (\$2,000.00) per day for a second violation within two (2) years; and no more than five

thousand dollars (\$5,000.00) per day for each additional violation within two (2) years for each day that the violation exists after the date of mailing or hand delivery of a notice of violation or a notice and order through to its abatement by whatever means; or

- (iii) No more than twenty dollars (\$20.00) per square foot of cultivation or cannabis use area for the first offense; no more than thirty dollars (\$30.00) per square foot of the cultivation or cannabis use area for the second offense; and no more than fifty dollars (\$50.00) per square foot of the cultivation or cannabis use area for the third offense.
- (iv) In the event that the use or structure in violation may be permitted with an appropriate permit up to a maximum of fifty (50) times the amount of the standard fee for every required approval, review and permit.
- (v) The penalty shall be imposed via the administrative process set forth in this section, as provided in Government Code section 53069.4, or may be imposed by the court, if the violation requires court enforcement without an administrative process. Acts, omissions, or conditions in violation of this section that continue, exist, or occur on more than one (1) day constitute separate violations on each day.
- (3) Three Strikes Penalty. Upon receipt of any combination of three (3) administrative citations, verified violations, or hearing officer determinations of violation of any of the permit requirements or standards issued to the owner or operator at any property or combination of properties of the same owner or operator within a two-year period, the permit for a cannabis operation is hereby automatically nullified, voided or revoked, subject to prior notice and to appeal. Appeals shall be filed within ten (10) days of the notice of revocation. Upon revocation, an application to reestablish a cannabis operation at the subject property shall not be accepted for a minimum period of two (2) years.
- (4) Liens. Whenever the amount of any civil penalty imposed pursuant to this section has not been satisfied in full within ninety (90) days and has not been timely appealed to the Superior Court in accordance with Government Code section 53069.4, subdivision (b), or if appealed, such appeal has been dismissed or denied, this obligation may be enforced as a lien against the real property on which the violation occurred.
- (i) The lien provided herein shall have no force and effect until recorded with the county Recorder. Once recorded, the administrative order shall have the force and effect and priority of a judgment lien governed by the provisions of Code of Civil Procedure Section 697.340, and may be extended as provided in Code of Civil Procedure Sections 683.110 to 683.220, inclusive.
- (ii) Interest shall accrue on the principal amount of the lien remaining unsatisfied pursuant to the law applicable to civil money judgments.
- (iii) Prior to recording any such lien, the agency having jurisdiction shall prepare and file with the clerk of the board of supervisors a report stating the amounts due and owing.
- (iv) The clerk of the board of supervisors will fix a time, date, and place for the board of supervisors to consider the report and any protests or objections to it. The clerk of the board of supervisors shall serve the owner of the property with a hearing notice not less than ten (10) days before the hearing date. The notice must set forth the amount of the delinquent administrative penalty that is due. Notice must be delivered by first class mail, postage prepaid, addressed to the owner at the address shown on the last

equalized assessment roll or as otherwise known. Service by mail is effective on the date of mailing and failure of owner to actually receive notice does not affect its validity.

- (v) Any person whose real property is subject to a lien pursuant to this section may file a written protest with the clerk of the board of supervisors and/or may protest orally at the board of supervisors meeting. Each written protest or objection must contain a description of the property in which the protesting party is interested and the grounds of such protest or objection.
- (vi) At the conclusion of the hearing, the board of supervisors will adopt a resolution confirming, discharging, or modifying the lien amount.
- (vii) Within thirty days following the board of supervisors' adoption of a resolution imposing a lien, the agency having jurisdiction will file same as a judgment lien in the Sonoma County Recorder's Office.
- (viii) Once the county receives full payment for outstanding principal, penalties, and costs, the clerk of the board of supervisors will either record a notice of satisfaction or provide the owner with a notice of satisfaction for recordation at the Sonoma County Recorder's Office. This notice of satisfaction will cancel the county's lien under this section.
- (ix) The lien may be foreclosed and the real property sold, by the filing of a complaint for foreclosure in a court of competent jurisdiction, and the issuance of a judgment to foreclose. There shall be no right to trial by jury. The county shall be entitled to its attorney's fees and costs.
- (5) Removal of Violation. The penalties imposed by this section may not apply if the agency having jurisdiction establishes that within five (5) days after the date of mailing or hand delivery of notice of the existence of the violation, the person removed from the property the cannabis, the cannabis equipment, the use, or structure which constituted that violation.
- (6) Liability for Costs and Fees. In any enforcement action brought pursuant to this section, whether by administrative or judicial proceedings, each person who causes, permits, suffers, or maintains the unlawful cannabis use shall be liable for all costs incurred by the county, including, but not limited to, administrative costs, and any and all costs incurred to undertake, or to cause or compel any responsible person to undertake, any abatement action in compliance with the requirements of this section. In any action by the agency having jurisdiction to abate unlawful cannabis uses under this section, whether by administrative or judicial proceedings, the prevailing party shall be entitled to a recovery of the reasonable attorney's fees incurred. Recovery of attorneys' fees under this subdivision shall be limited to those actions or proceedings in which the county elects, at the initiation of that action or proceeding, to seek recovery of its own attorney's fees. In no action, administrative proceeding, or special proceeding shall an award of attorneys' fees to a prevailing party exceed the amount of reasonable attorney's fees incurred by the county in the action or proceeding.

#### Sec. 26-88-254. - Commercial Cannabis cannabis cultivation and processing—Commercial medical.

- (a) Purpose. This section establishes development criteria and operating standards for commercial medical cannabis cultivation and processing activities as allowed by the base zone in compliance with Section 26-88-250, Commercial Medical Cannabis Uses.
- (b) Applicability. This section shall apply to all commercial medical cannabis cultivation activities, including but not limited to, outdoor, indoor and mixed light or greenhouse environments and associated processing activities and facilities for drying, curing, grading, packaging, labeling and trimming facilities of cannabis and nonmanufactured cannabis products. Processing activities may occur on-site by cannabis cultivators or may occur off-site under by a permitted Cannabis Processor. Cannabis Processors shall only dry, cure, grade, package, label, or trim cannabis and nonmanufactured cannabis products produced by a fully compliant cannabis cultivation premises. Medical cannabis cultivation does not include operations that manufacture cannabis products such as oils, tinctures, or edibles which are classified separately. Commercial medical cannabis cultivation operations, including Cannabis Processors as applicable, shall comply with the following development criteria and operating standards in addition to the requirements of Section 26-88-250, Commercial Medical Cannabis Uses.
- (c) Permit Requirements. Commercial medical cannabis cultivation and off-site processing shall be subject to the land use permit requirements as shown in Table 1A-D Allowed Cannabis Uses and Permit Requirements. Zoning permits for outdoor cultivation areas shall be issued by the Agricultural Commissioner. Zoning permits and use permits for all other cultivation activities including off-site processing shall be issued by PRMD. New structures, roads, and fences or conversion of existing structures or containers to cannabis cultivation shall be subject to design review.
- (d) Limitations on Use. All cultivation shall be conducted and maintained in compliance with this section and the Best Management Practices for Cannabis Cultivation issued by the Agricultural Commissioner dated XX. The Agricultural Commissioner shall determine the applicable best management practices and shall enforce the provisions of this section for outdoor cultivation areas and management of pesticides and fertilizers for all cultivation types. All structures used in cultivation shall be subject to permits issued by the Permit and Resource Management Department and other agencies having jurisdiction and shall be conducted and maintained in compliance with this chapter.
- (e) Multiple Permits. Multiple cultivation permits may be issued to a single person or entity as defined herein, provided that the total combined cultivation area canopy area within the county does not exceed one (1) acre. Any natural person who owns or controls any interest, directly or indirectly, in a firm, partnership, joint venture, association, cooperative, collective, corporation, limited liability company, estate, trust, business trust, receiver, syndicate, or any other group or combination acting as a unit, shall be collectively considered a single person for the purposes of this standard.
- (f) Cannabis Distributor- Self Transport Only. Under the applicable commercial cannabis cultivation permit, operators may elect to self-distribute cannabis and nonmanufactured cannabis products cultivated at their premises. Prior to transport of any product, the cannabis operator must demonstrate they have obtained a State Distributor Transport Only License from the Bureau of Cannabis Control by providing a copy of the valid license. Self-transporters shall only transport between their premises and another licensed premises, except to retailers unless transporting only immature plants and seeds from a licensed nursery to a licensed retailer.

#### (fg) Development Criteria.

- (1) Number of Facilities. No more than one (1) cultivation use/operator may be approved per contiguous parcel ownership, except in the agricultural, and industrial zones. In the agricultural and industrial zones, multiple zoning permits may be issued for multi-tenant operations on a single parcel provided that the minimum parcel size is met for the total combined cultivation canopy area and the total combined cultivation canopy area does not exceed the maximum area allowed for the type of cultivation in compliance with Table 1A-D Allowed Cannabis Uses and Permit Requirements (i.e. Outdoor maximum is forty-three thousand five hundred sixty (43,560) square feet of canopy; Indoor/Mixed Light maximum is twenty-two thousand (22,000) square feet of canopy).
- (2) Square Footage Limitations. The total combined square footage of the <u>cultivation-canopy</u> area(s) shall not exceed the maximum size thresholds as defined in Table 1A-D Allowable Cannabis Uses and Permit Requirements which provides the maximum size per parcel. Structures and areas where cannabis is processed, dried, aged, stored, trimmed, packaged or weighed and areas were equipment is stored and washed shall be limited to the on-site cultivation use only. No cannabis nursery shall exceed one (1) acre in size for outdoor or twenty-two thousand (22,000) square feet for indoor.
- (3) Property Setbacks- Outdoor. The premises for Outdoor cultivation, areasincluding and all associated structures shall not be located in the front yard setback area and shall be screened from public view. Outdoor cultivation areas shall not be visible from a public right of way. The premises for Outdoor cultivation areas shall be setback a minimum of one hundred feet (100') from property lines and a minimum of three hundred feet (300') from occupied residences and businesses on surrounding properties. The premises for Outdoor cultivation sites and greenhouses/mixed light structures shall be setback a minimum of one thousand feet (1,000') from a school providing education to K-12 grades, a public park, childcare center, or an alcohol or drug treatment facility. The distance shall be measured in a straight line from the property line of the protected site to the closest property line of the parcel with the cannabis cultivation use.
- (4) Property Setbacks- Indoor. The premises, including Aall structures used for indoor cultivation and all structures used for drying, curing, storing, grading or, trimming, packaging, labeling or weighing and all indoor cultivation structures shall comply with the setbacks for the base zone and any applicable combining zone. Structures associated with the cultivation shall not be located in the front yard setback area and shall be screened from public view. There shall be no exterior evidence of cultivation on the interior of the facility be visible from the either within or outside of the structure.
- (5) Property Setbacks- Mixed Light/Greenhouse. Mixed light structures shall be setback a minimum of one hundred feet (100') from property lines and a minimum of three hundred feet (300') from occupied residences and businesses on surrounding properties in agricultural and resource zones. Mixed Light/greenhouses in industrial zones shall be setback three hundred feet (300') from occupied residences on surrounding properties. Greenhouses/mixed light structures in all zones shall be setback a minimum of one thousand feet (1,000') from a school providing education to K-12 grades, a public park, childcare center, or an alcohol or drug treatment facility. The distance shall be measured in a straight line from the property line of the protected site to the closest property line of the parcel with the cannabis cultivation use.

(6) Property Setbacks- Off-Site Processing. Mirror requirements for manufacturing?

(67) Airport Compatibility. All <u>commercial</u> cannabis <u>cultivation</u> operations shall comply with the Comprehensive Airport Land Use Plan.

(78) Building Requirements. All structures used in commercial <u>cannabis</u> cultivation, including greenhouses require a building permit and shall comply with all applicable sections of the county code. Cultivation uses that provide access to the public including, but not limited to, employees, vendors, contractors, business partners, members, customers or patients shall meet county code requirements for accessibility including accessible parking, accessible path of travel, restrooms, and washing facilities.

(89) Biotic Resources. Excluding off-site processing, all Pproposed premises for cultivation operations, including all associated structures, shall require a biotic assessment at the time of application that demonstrates that the project is not located within, and will not impact sensitive or special status species habitat, unless a use permit is obtained. Excluding off-site processing, all premises Any proposed cultivation operation, including all associated structures, located within adopted federal critical habitat areas must have either all appropriate permits from the applicable state and federal agencies with jurisdiction over the listed species, or a biotic assessment concluding that the project will not result in "take" of a protected wildlife species within the meaning of either the federal or California Endangered Species Acts.

There shall be no tree removal or timber conversions to accommodate cultivation sites, unless a use permit is obtained. Outdoor cultivation areas and related processing structures shall be located outside the Riparian Corridor Stream Conservation Areas (RC combining zone) and outside any designated Biotic Habitat area (BH combining zone). Outdoor cultivation areas shall conform to the agricultural Riparian Corridor setback set forth in Section 26-65-040.

<u>Excluding off-site processing, all Pproposed commercial cannabis</u> cultivation operations shall comply with the wetland setbacks set forth in Section 11-16-150, unless a use permit is obtained.

(910) Cultural and Historic Resources. Excluding off-site processing, all cultivation premises Cultivation sites—shall avoid impacts to significant cultural and historic resources by complying with the following standards. Sites located within a Historic District shall be subject to review by the Landmarks Commission, unless otherwise exempt, consistent with Section 26-68-020. Cultivation operations activities involving ground disturbance disturbing activities, including but not limited to, new structures, roads, water storage, trenching for utilities, water, wastewater, or drainage systems shall be subject to design review and referral to the Northwest Information Center and local tribes for consultation. A cultural resource survey and on-site monitor during ground disturbing activities may be required to demonstrate cultural and historic resources are protected.

The following minimum standards shall apply to cultivation permits involving ground disturbance. All grading and building permits shall include the following notes on the plans:

If paleontological resources or prehistoric, historic-period or tribal cultural resources are encountered during ground-disturbing work at the project location, all work in the immediate vicinity shall be halted and the operator must immediately notify the agency having jurisdiction of the find. The operator shall be responsible for the cost to have a qualified paleontologist, archaeologist and tribal cultural resource

specialist under contract to evaluate the find and make recommendations in a report to the agency having jurisdiction.

Paleontological resources include fossils of animals, plants or other organisms. Historic-period resources include backfilled privies, wells, and refuse pits; concrete, stone, or wood structural elements or foundations; and concentrations of metal, glass, and ceramic refuse. Prehistoric and tribal cultural resources include obsidian and chert flaked-stone tools (e.g., projectile points, knives, choppers), midden (culturally darkened soil containing heat-affected rock, artifacts, animal bone, or shellfish remains), stone milling equipment, such as mortars and pestles, and certain sites features, places, cultural landscapes, sacred places and objects with cultural value to a California Native American tribe.

If human remains are encountered, work in the immediate vicinity will stop and the operator shall notify the agency having jurisdiction and the Sonoma County Coroner immediately. At the same time, the operator shall be responsible for the cost to have a qualified archaeologist under contract to evaluate the discovery. If the human remains are determined to be of Native American origin, the Coroner must notify the Native American Heritage Commission within twenty-four (24) hours of this identification.

(1011) Farmland Protection. Excluding off-site processing, Where-when a premises for commercial cultivation site is located within an Agricultural Zone (LIA, LEA, DA), the primary use of the parcel shall remain in agricultural use pursuant to General Plan Policy AR-4a. Indoor and mixed light commercial cannabis cultivation facilities shall not remove agricultural production within Important Farmlands, including Prime, Unique and Farmlands of Statewide Importance as designated by the state Farmland Mapping and Monitoring Program, but may offset by relocating agricultural production on a 1:1 ratio.

If the <u>premises</u> is located on a site under a Land Conservation Act (Williamson Act) contract, the use must be listed as a compatible use in the Sonoma County Uniform Rules for Agricultural Preserves and Farmland Security Zones, and allowed by the type of contract and approved Land Conservation Plan. An application for modification of the contract and Land Conservation Plan may be required.

(112) Fire Code Requirements. The operator shall prepare and implement a Fire Prevention Plan for construction and ongoing operations and obtain an Operational Permit from the Fire and Emergency Services Department. The Fire Prevention Plan shall include, but not be limited to: emergency vehicle access and turn-around at the facility site(s)premises, vegetation management and fire break maintenance around all structures.

(1213) Grading and Access. <u>Premises for commercial cannabis</u> <u>C</u>cultivation <u>sites</u> shall be prohibited on natural slopes steeper than fifteen percent (15%), as defined by county code Chapter 11 Section 16-020, unless a use permit is obtained. Grading shall be subject to a grading permit in compliance with Chapter 11 of the county code.

(1314) Hazardous Materials Sites. No cannabis operation shall be sited Premises for commercial cannabis cultivation shall not be located on a parcel listed as a hazardous materials site compiled pursuant to Government Code Section 65962.5, unless a use permit is required.

(1415) Lighting. All lighting shall be fully shielded, downward casting and not spill over onto structures, other properties or the night sky. All indoor and mixed light operations premises shall be fully contained so that little to no light escapes. Light shall not escape at a level that is visible from neighboring properties between sunset and sunrise.

(1516) Runoff and Stormwater Control. Runoff containing sediment or other waste or by-products shall not be allowed to drain to the storm drain system, waterways, or adjacent lands. Prior to beginning grading or construction, the operator shall prepare and implement a storm water management plan and an erosion and sediment control plan, approved by the agency having jurisdiction. The plan must include best management practices for erosion control during and after construction and permanent drainage and erosion control measures pursuant to Chapter 11 of the county code. All cultivation operators shall comply with the best management practices for Cannabis Cultivation issued by the Agricultural Commissioner dated XX for management of wastes, water, erosion control and management of fertilizers and pesticides.

(1617) Security and Fencing. A Site Security Plan shall be required subject to review and approval by the Permit and Resource Management Department. All Site Security Plans shall be held in a confidential file, exempt from disclosure as a public record pursuant to Government Code Section 6255(a). Security cameras shall be motion-sensor and be installed with capability to record activity beneath thein the canopy area but shall not be visible from surrounding parcels and shall not be pointed at or recording activity on surrounding parcels. Surveillance video shall be kept for a minimum of thirty (30) days. Video must use standard industry format to support criminal investigations. Motion-sensor lighting and alarms shall be installed to insure the safety of persons and to protect the premises from theft. All premises for outdoor and mixed light cultivation sites-shall be screened by native, fire resistant vegetation and fenced with locking gates consistent with height limitations of Section 26-88-030. Fencing shall be consistent with the surrounding area and shall not diminish the visual quality of the site or surrounding area. Razor wire and similar fencing is discouraged and shall not be permitted. Weapons and firearms at the cultivation site are prohibited. Security measures shall be designed to ensure emergency access in compliance with fire safe standards. All structures used for cultivation shall have locking doors to prevent free access.

#### (gh) Operating Standards.

- (1) Compliance Inspections. All cultivation <u>sites\_premises</u> shall be subject to on-site compliance inspections by <u>local</u> agencies having jurisdiction. The inspection shall be conducted during regular business hours, with at least 24-hours' notice.
- (2) Air Quality and Odor. All indoor, greenhouse and mixed light cultivation operations and any drying, aging, trimming and packing and associated processing facilities shall be equipped with odor control filtration and ventilation system(s) to control odors, humidity, and mold. All cultivation sites premises shall utilize dust control measures on access roads and all ground disturbing activities.
- (3) Energy Use. Electrical power for indoor cultivation and mixed light operations including but not limited to illumination, heating, cooling, and ventilation, shall be provided by any combination of the following: (i) on-grid power with one hundred percent (100%) renewable source; (ii) on-site zero net energy renewable source; or (iii) purchase of carbon offsets of any portion of power not from renewable sources. The use of generators for indoor and mixed light cultivation is prohibited, except for portable temporary use in emergencies only. Cultivation premises must meet renewable energy and generator standards pursuant to California Code of Regulation, Title 3, Sections 8305 and 8306.
- (4) Hazardous Materials. All cultivation operations that utilize hazardous materials shall comply with applicable hazardous waste generator, underground storage tank, above ground storage tanks and AB

185 (hazardous materials handling) requirements and maintain any applicable permits for these programs from the Fire Prevention Division, Certified Unified Program Agency (CUPA) of Sonoma County Fire and Emergency Services Department or Agricultural Commissioner.

- (5) Hours or Operation. Outdoor harvesting activities and indoor or mixed light cultivation activities may be conducted seven (7) days a week, twenty-four (24) hours per day as needed. Deliveries and shipping, and outdoor processing activities including drying and trimming, shall be limited to the hours from 8:00 a.m. to 5:00 p.m., unless a use permit is obtained.
- (6) Noise Limits. <u>Cultivation Activities associated with cultivation operations</u> shall not exceed the General Plan Noise Standards Table NE-2, measured in accordance with the Sonoma County Noise Guidelines.
- (7) Occupational Safety. Cultivators shall comply with all applicable federal, state, and local laws and regulations governing California Agricultural Employers, which may include: federal and state wage and hour laws, CAL/OSHA, OSHA and the California Agricultural Labor Relations Act.
- (8) Waste Management. A Waste Management Plan meeting requirements pursuant to California Code of Regulation, Title 3, Section 8308 addressing the storing, handling and disposing of all waste by products of the cultivation and processing activities in compliance with the Best Management Practices issued by the Agricultural Commissioner shall be submitted for review and approval by the agency having jurisdiction. This plan shall characterize the volumes and types of waste generated, and the operational measures that are proposed to manage and dispose, or reuse the wastes in compliance with best management practices and county standards.

All garbage and refuse on this site the premises shall be accumulated or stored in non-absorbent, watertight, vector resistant, durable, easily cleanable, galvanized metal or heavy plastic containers with tight fitting lids. No refuse container shall be filled beyond the capacity to completely close the lid. All garbage and refuse on this site shall not be accumulated or stored for more than seven (7) calendar days, and shall be properly disposed of before the end of the seventh day in a manner prescribed by the Solid Waste Local Enforcement Agency. All waste, including but not limited to refuse, garbage, green waste and recyclables, must be disposed of in accordance with local and state codes, laws and regulations. All waste generated from cannabis operations must be properly stored and secured to prevent access from the public.

(9) Waste Water Discharge and Water Supply. A waste water management plan shall be submitted identifying the amount of waste water, excess irrigation and domestic wastewater anticipated, as well as disposal. All cultivation operations shall comply with the Best Management Practices issued by the Agricultural Commissioner and shall submit verification of compliance with the Waste Discharge Requirements of the applicable Regional Water Quality Control Board, or waiver thereof. Excess irrigation water or effluent from cultivation activities shall be directed to a sanitary sewer, septic, irrigation, greywater or bio-retention treatment systems. If discharging to a septic system, a system capacity evaluation by a qualified sanitary engineer shall be included in the management plan. All domestic waste for employees shall be disposed of in a permanent sanitary sewer or on-site septic system demonstrated to have adequate capacity. Operators shall provide evidence of being enrolled under the State Water Resources Control Board's Cannabis General Order, and if applicable, the Small Irrigation Use Registration for water rights.

(10) Water Supply. An on-site water supply source adequate to meet all on site uses on a sustainable basis shall be provided. Trucked water shall not be allowed, except as noted below and for emergencies requiring immediate action as determined by the director. The onsite water supply shall be considered adequate with documentation of any one (1) of the following sources:

a. Municipal Water: The public water supplier providing water service to the site has adequate supplies to serve the proposed use.

b. Recycled Water: The use of recycled process wastewater from an onsite use or connection to a municipal recycled water supply for the cultivation use, provided that an adequate on-site water supply is available for employees and other uses.

c. Surface Water: An existing legal water right and, if applicable, a Streambed Alteration Agreement issued by California Fish and Wildlife.

#### d. Well Water:

- 1. The site is located in Groundwater Availability Zone 1, 2 or 3 and not within an area for which a Groundwater Management Plan has been adopted or within a high or medium priority basin as defined by the State Department of Water Resources; or
- 2. Within Groundwater Availability Zone 4 or area for which a Groundwater Management Plan has been adopted or designated high or medium priority basin, the proposed use would:
- a. The proposed use would not result in a net increase in water use on site through implementation of water conservation measures, rainwater catchment or recycled water reuse system, water recharge project, or participation in a local groundwater management project; or
- b. Trucked recycled water may be considered for the cultivation area with a use permit, provided that adequate on-site water supplies are available for employees and other uses: or
- c. A qualified professional prepares a hydro-geologic report acceptable to the review authority providing supporting data and analysis and certifying that the onsite groundwater supply is adequate to meet the proposed uses and cumulative projected land uses in the area on a sustained basis, and that the operation will not:

i. result in or exacerbate an overdraft condition in basin or aquifer;

ii. result in reduction of critical flow in nearby streams; or

iii. result in well interference at offsite wells.

(11) Groundwater Monitoring: Water wells used for cultivation shall be equipped with a meter and sounding tube or other water level sounding device and marked with a measuring reference point. Water meters shall be calibrated at least once every five (5) years. Static water level and total quantity of water pumped shall be recorded quarterly and reported annually. Static water level is the depth from ground level to the well water level when the pump is not operating after being turned off. Static water level shall be measured by turning the pump off at the end of the working day and recording the water level at the beginning of the following day before turning the pump back on. Groundwater monitoring reports shall be submitted annually to the Permit and Resource Management Department, Project

Review Division by January 31 of each year. The annual report shall show a cumulative hydrograph of static water levels and the total quarterly quantities of water pumped from well(s) used in processing.

(12) Groundwater Monitoring Easement: Prior to the issuance of any permit an Easement is required to be recorded for this project to provide Sonoma County personnel access to any on-site water well serving this project and any required monitoring well to collect water meter readings and groundwater level measurements. Access shall be granted Monday through Friday from 8:00 a.m. to 5:00 p.m. All easement language is subject to review and approval by PRMD Project Review staff and County Counsel prior to recordation.

#### Sec. 26-88-256. - Medical c Cannabis dispensary uses.

- (a) Purpose. This section provides the location and operational standards for any medical cannabis dispensary, including non-storefront dispensaries, within the unincorporated county in order to promote the health, safety, and general welfare of its residents and businesses.
- (b) Applicability. Medical cCannabis dispensaries shall be permitted only in compliance with the requirements of this section, and all other applicable requirements of the underlying zoning district.
- (c) Permit Requirements. A use permit issued in compliance with Sections 26-92-070 and 26-92-080 shall be required for any medical cannabis dispensary. Medical cannabis dispensaries shall also be subject to permit requirements and regulations established by the Sonoma County Department of Health Services. Additionally, medical cannabis dispensaries must comply with all other applicable building codes and requirements, including accessibility requirements. Non-Storefront dispensaries shall comply with all the requirements applicable to cannabis dispensaries, except for those provisions related to public access to the premises.
- (d) Limit on Number of Dispensaries. No more than nine (9) medical cannabis dispensaries shall be permitted within the unincorporated county at any one (1) time, and no more than XX non-storefront dispensaries shall be permitted within the unincorporated county at any one (1) time.
- (e) Compliance with Operating Plan and Conditions Required. A medical cannabis dispensary shall submit, as a part of the use permit application, an operating plan that specifies the manner in which operations will be handled and security provided, and which details the number of employees, number of patients customers including patients if providing medical products, and the hours and days of operation allowed and approved. The operating plan shall provide that the dispensary carrying medical products shall require, at a minimum, a doctor's written recommendation in compliance with state law, as well as a photo identification for any person entering the site. Any medical cannabis dispensary approved under this section shall be operated in conformance with the approved operating plan and shall meet any specific, additional operating procedures and measures as may be imposed as conditions of approval to ensure that the operation of the dispensary is consistent with protection of the health, safety and welfare of the community, qualified patients, and primary caregivers, and will not adversely affect surrounding uses.
- (f) Limited Term. Use permits for medical cannabis dispensaries shall be limited-term, and shall be issued for a maximum period of one (1) year.
- (g) Exercise and Renewal of Permit. Use permits for medical cannabis dispensaries shall be exercised only by the applicant and shall expire upon termination of the business for which it was issued, or upon sale or transfer of ownership of the medical cannabis dispensary. All use permits issued for a medical cannabis dispensary shall include the following provision: "This use permit shall expire upon change of tenancy or sale or transfer of the business or property." Any use permit that is abandoned for a period of six (6) months shall automatically expire, and shall become null and void with no further action required on the part of the county. A use permit renewal may be administratively approved by the planning director only if all of the following findings are made:
- (1) The use has been conducted in accordance with this section, with the dispensary's approved operating plan, and with all applicable use permit conditions of approval;

- (2) The business for which the use permit was approved has not been transferred to another owner or operator;
- (3) There are no outstanding violations of health, safety, or land use.
- (h) Revocation or Modification. A use permit approved under this section may be revoked or modified at any time following public hearing in accordance with Section 26-92-120.
- (i) Signed Affidavit. The property owner and applicant, if other than the property owner, shall sign the application for the use permit, and shall include affidavits agreeing to abide by and conform to the conditions of the use permit and all provisions of the Sonoma County code pertaining to the establishment and operation of the medical cannabis dispensary use, including, but not limited to, the provisions of this section. The affidavit(s) shall acknowledge that the approval of the medical cannabis dispensary use permit shall in no way permit any activity contrary to the Sonoma County code, or any activity which is in violation of any applicable laws.
- (j) Location Requirements.
- (1) A medical cannabis dispensary shall not be established on any parcel containing a dwelling unit used as a residence, nor within one hundred feet (100') of a residential zoning district.
- (2) A medical cannabis dispensary shall not be established within one thousand feet (1,000') of any other medical cannabis dispensary, nor within five hundred feet (500') from a smoke shop or similar facility selling drug paraphernalia.
- (3) A medical cannabis dispensary shall not be established within one thousand feet (1,000') from a school providing education to K-12 grades, a public park, childcare center, or an alcohol or drug treatment facility any public or private school, park, childcare center, drug or alcohol treatment facility.
- (4) Notwithstanding, the subsections (j)(1)—(2) may be waived by the decision-maker when the applicant can show that an actual physical separation exists between land uses or parcels such that no off-site impacts could occur.
- (5) A medical cannabis dispensary proposed within the sphere of influence of a city will be referred to the appropriate city for consultation.
- (k) Operating Standards. The following are the minimum development criteria and operational standards applicable to any medical cannabis dispensary use:
- (1) The building in which the dispensary is located shall comply with all applicable local, state and federal rules, regulations, and laws including, but not limited to, building codes and accessibility requirements;
- (2) The dispensary shall provide adequate security on the premises, including lighting and alarms, to insure ensure the safety of persons and to protect the premises from theft. The applicant shall submit a security plan for review and approval by PRMD. The Security Plan shall be held in a confidential file, exempt from disclosure as a public record pursuant to Government Code Section 6255(a). shall remain confidential.

- (3) The site plan, circulation, parking, lighting, facility exterior, and any signage shall be subject to design review committee review and approval. The planning director may waive this requirement where the applicant can demonstrate that existing facilities, including parking, lighting and landscaping, already meet the requirements of this section;
- (4) No exterior signage or symbols shall be displayed which advertises the availability of cannabis, nor shall any such signage or symbols be displayed on the interior of the facility in such a way as to be visible from the exterior;
- (5) No person shall be allowed onto the premises unless they are an employee, vendor or contractor of the dispensary, a primary caregiver, and/or a qualified patient, adults that provide evidence that they are 21 years or older, or an employee of an agency having jurisdiction monitoring or investigating the terms of regulatory compliance. If the dispensary denies entry for monitoring and inspection to any employee of an agency having jurisdiction, the dispensary may be closed. In strict accordance with California Health and Safety Code Section 11362.5 et seq. Business and Professions Code, Section 26140 no person under the age of eighteen (18) shall be allowed on the a medical dispensary site. All persons entering the a medical dispensary site shall present a photo identification and shall establish proof of doctor's recommendation except as representing a regulatory agency. All persons entering adult use dispensary sites shall present a valid photo identification and shall establish proof that they are 21 years or older. The operating plan submitted as a part of the use permit application shall specify how this these provision will be complied with and enforced;
- (6) No dispensary shall hold or maintain a license from the State Department of Alcoholic Beverage Control to sell alcoholic beverages, or operate a business that sells alcoholic beverages. No dispensary shall sell alcoholic beverages shall be allowed or consumed on the premisesor tobacco products;
- (7) An exhaust and ventilation system shall be utilized to prevent off-site odors;
- (8) No dispensary shall conduct or engage in the commercial sale of any product, good or service unless otherwise approved by the use permit. A dispensary may sell live starter plants, clones and seeds from qualified nurseries, but shall not cultivate or clone cannabis. A dispensary may sell manufactured cannabis, including edible products, and vaporizing devices if allowed by a permit issued by the Department of Health Services. Not more than ten percent (10%) of the floor area, up to a maximum of fifty (50) square feet may be devoted to the sale of incidental goods for personal cultivation but shall not include clothing, posters or other promotional items.
- (9) No cannabis shall be smoked, ingested or otherwise consumed on the premises. The term "premises" includes the actual building, as well as any accessory structures, parking areas, or other immediate surroundings.
- (10) No dispensary may increase in size without amending the use permit. The size limitation shall be included in the operational plan required by Section 26-88-126(e), of this section;
- (11) Parking must meet the requirements of Section 26-86-010.
- (12) Operating days and hours shall be limited to Monday through Saturday from 7:00 a.m. to 7:00 p.m., including deliveries, or as otherwise allowed by the use permit. Operating hours may be <u>expanded or</u> further restricted through the use permit process where needed to provide land use compatibility.

From: Pamela Davis

To: <u>Deisy Vargas; Dean Parsons; Amy Lyle</u>

Subject: Fwd: Sonoma County Residents Want Increased Public Safety By Supporting A Fair and Equitable Cannabis Ind

**Date:** Tuesday, May 29, 2018 12:02:37 PM

----- Forwarded message -----

From: MICHELLE WALTERS < MICHELLE.WALTERS.116750055@p2a.co>

Date: Sun, May 27, 2018 at 8:58 PM

Subject: Sonoma County Residents Want Increased Public Safety By Supporting A Fair and

Equitable Cannabis Ind

To: Pamela Davis <<u>p.davis479@gmail.com</u>>

#### Dear Commissioner Pamela Davis,

A well-regulated industry is safer for the public. By creating an open regulatory environment, we can ensure people are licensed and working with law enforcement to develop safety plans not pushing folks back into the black market. If you prohibit or excessively limit farming and other businesses, unscrupulous people may find it more profitable to keep and expand their illegal operations and continue growing in the county – putting the public and police officers at greater risk.

Many of the extreme regulations being considered would be so costly that a cannabis market would not prosper and would likely move to other regions of the state. This would cost Sonoma County jobs and potential tax revenue that could support law enforcement, the environment, and social services. Revenues collected from the legal cannabis industry could even be used to increase our public safety and address community concerns that have been raised.

Prohibition has not and will not work to protect the public. Please support fair regulations that will help farmers grow an exciting industry in Sonoma while safeguarding the public.

I'm writing today to ask that the Sonoma County leadership protect the public, and support a well regulated, but fair and open, cannabis economy in Sonoma County. Some of the extreme rules Supervisors are considering would not only bankrupt cannabis in Sonoma but continue the prohibition era policies that Proposition 64 was supposed to end. We can promote public safety in Sonoma by creating a legalized system which allows participation by all the growers in the county and enough dispensaries to serve the community.

Regards, MICHELLE WALTERS 912 Clover Dr Santa Rosa, CA 95401

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From: Pamela Davis

To: <u>Deisy Vargas</u>; <u>Amy Lyle</u>; <u>Dean Parsons</u>

Subject: Fwd: Cannabis Regulations: Proposed revisions to ORD18-0003

**Date:** Wednesday, May 30, 2018 9:43:18 AM

I am guessing you are already receiving most of the comments I am getting. I dont want to clog your inboxes, but want to be sure they get into record. What is your preference for receipt?

----- Forwarded message -----

From: Deborah Eppstein < deppstein@gmail.com >

Date: Wed, May 30, 2018, 9:35 AM

Subject: Cannabis Regulations: Proposed revisions to ORD18-0003

To: <p.davis479@gmail.com>

Dear Pamela,

I appreciated receiving the draft revisions ORD18-0003 released on May 25, 2018, to the regulations surrounding cannabis in Sonoma County. We appreciate that a lot of people have put much work into these revisions, and very much appreciate that you are welcoming our input and will engage in meaningful dialog and work with us on incorporating revisions before the new regulations are finalized, as well as hopefully implementing a few much needed quick fixes (as indicated by \*\* below). Accordingly, we provide the following comments, and look forward to discussing these with you.

Although we are in District 1, the type of problems we have been having on Cougar Lane (off Los Alamos Rd) is a very relevant example of what has not been working in the past, with penalty relief permits being granted with no input or notification to residents or consideration that such commercial use of the one lane, windy and very steep shared private road violates all county fire requirements, and with the growers disrupting our residential neighborhood with significant heavy traffic totally unsuited and unsafe on our road, and even blocking the top of Pythian Road from firefighters during the October firestorm as they were doing their harvest. The recommendations below would address this type of unacceptable situation and prevent such occurrences from occurring in the future.

1) This document states that this current **Part 1 'has limited scope'** being focused on bringing amendments to align with state law and other actions that could happen quickly, whereas **Part 2 will focus on neighborhood compatibility.** Staff WAS directed to address neighborhood compatibility and overconcentration issues. At the April 10 meeting Supervisors Gore, Rabbitt and Zane stated that they wanted some quick fixes to the neighborhood compatibility issues to be addressed by July.

However, Part 2, addressing neighborhood compatibility, won't begin until summer 2018, with projected 12-18 months timeline. This being the case, then:

\*\*all permit activity should be suspended until Part 2 is put in place to ensure that no permits are granted in what may, in due course, turn out to be incompatible neighborhoods.

Further, certain revisions proposed here that negatively affect neighborhood compatibility (eg, allowing cultivation in RR and AR) should not be implemented. Even the 4/21/18 report from the Sub-Committee on Inclusion/Exclusion Zones (Exhibit F) reported that Exclusion Zones were helpful, whereas Inclusion Zones were not. They also recommended that:

\*\*a neighborhood compatibility check-list based on feedback from residents/neighbors be given to a potential grower before the application process begins, to 'test the waters' for neighborhood

compatibility and not waste everyone's time and money if there is not good neighborhood compatibility. Yet these very logical recommendations did not make it into the proposed revisions.

- 2) The section on creation of **Cannabis Inclusion Zones is complex**. No cultivation should be allowed in RR and AR areas. Note our proposal in item 9 below, for specified cultivation areas, which would obviate the need for Cannabis Inclusion Zones other than for agreed industrial areas or farmland areas.
- \*\*Indoor cultivation setback from schools of 600 feet is inadequate; it should be at least 2000 ft. We also recommend that a 2000 ft setback of property boundaries from all parks be implemented.
- 3) Saying CEQA doesn't apply appears to be a violation of state law. Litigation in Napa County and ensuing established precedent demonstrate the requirement to follow CEQA in related situations.
- 4) The proposal for the **creation of Cannabis Exclusion Zones is good**, and as noted in the Cannabis Ad Hoc Committee Charter/Scope of Work, they suggested that it be **fast-tracked**. They also recommended that "all ministerial applications be held until this process is finalized." Yet neither of these latter 2 proposals made it into the ORD18-0003 document.
- \*\*We urge you to adopt the Cannabis Exclusion Zone recommendations and fast-track them as recommended by the Sub-Committee, and hold up new permits from being issued in areas where such an application is planned (if prior to implementing the rules allowing for such submissions) or in progress (ie, after the new rules are implemented). This would address many neighborhood compatibility issues.
- 5) We urge you **not to extend permits from one to two years, and not make them transferable.** This could be very detrimental to neighborhoods and to the County, e.g. if after one year it was clear that neighborhood compatibility did not exist. Allowing a permit to be transferred creates a market for a grower to sell their business to unknown groups not approved by Sonoma County (i.e. a big corporation not based in Sonoma County, or California, or not even in the US, e.g. China) who have very different business practices and may not be compatible with the neighborhood or Sonoma County goals. Sonoma County and neighborhoods lose all control with such transferability of permits.
- \*\*6) **All ministerial permits should be eliminated,** with only the conditional use permitting process through PRMD being applied. This also would address some of the neighborhood compatibility issues.
- 7) We recommend that **all indoor or mixed light cannabis farms be located in industrial areas**, not in rural or residential neighborhoods. This will reduce crime as they can be behind locked walls with 24 hr security guards and video surveillance. Most dispensaries prefer indoor grown cannabis. Outdoor grows are very subject to crime, as they can be readily detected from the air (e.g. via Google Earth), often are in more remote areas where security cannot be as good, and also significantly jeopardize neighboring parcels for crime as has occurred numerous times in Sonoma County, including in our own neighborhood on Cougar Lane. Simply put, **large outdoor grows do not need to occur in residential Sonoma County**, as they are not compatible with our rural culture, parks, wineries and visitors. If individual grows were kept smaller (maximum 5000 sq ft) and outdoor grows only allowed in designated rural farmland areas where they do not negatively impact others, that would be a start. However, there is plenty of outdoor cannabis being grown in nearby Mendocino, Humboldt and Trinity Counties to supply the needs of Sonoma County distributors. It is against Federal Law to export cannabis across state lines. Is Sonoma County proposing to enable growing levels where the majority of cannabis would be shipped across state lines? If this is a plan for the County to increase its tax revenues, it is the wrong way to go.

Looking toward the future, experts have told us that a total of 10 sq miles of cannabis cultivation would be

sufficient to currently supply **ALL** the needs to the US. The price of cannabis is dropping significantly. Like it or not, this actually speaks to eventual concentrating outdoor grows in a small number of larger farmland areas, perhaps in the central valley, likely by larger groups or corporations, increasing efficiency and saving on production costs, while removing detrimental effects on neighborhoods.

- \*\*8) We recommend that even **before a permit is filed**, that the grower notify the county of its intent, the county then notify neighborhoods (which includes all residents on a single access road, which may be far more than one mile for dead end access roads), and then **basic compatibility issues** such as **road access** (e.g., to meet county fire code standards) and **neighborhood compatibility** (e.g., if >50% of neighbors in an affected area, such as on a private easement or single access road, are opposed), can be evaluated immediately. Thus if this is a non-starter, that will save a lot of time and money for both the county, the grower, and residents opposing it for these reasons.
- 9) I was told by Tim Ricard that the county will ignore any issues related to violating private easements or CC&Rs when issuing cannabis permits, as the county felt these were private matters between the residents. This position is untenable and very short-sighted, as private easements and CC&Rs are legally binding documents, subject to enforcement by the law. The **county is recklessly opening itself up to lawsuits if it willfully ignores and goes against such legally binding agreements**. Although the County has now added that any permit applicant indemnify the County from any lawsuits [sec 26-88-250(q)], I doubt this would be upheld by a court of law due to standards of **gross negligence and willful misconduct by the County if it is blatantly choosing to ignore binding easement and CC&R agreements.**

Some technicalities/questions/typos: Page 13, 2(c). 'Inclusion' should be 'Exclusion'

Appendix A Sec 26-88-250

Good that you removed the priority permit review for prior cannabis growers, but bad that you removed the preference for actual long-time residents of Sonoma County.

Sec 26-88-252 Why did you remove the Appeals section? Why did you remove the Liens section? Both of these sections should remain.

Sec 26-88-252c3(iv)- this sentence does not make sense.

Sec 26-88-254 (c). This makes it sound like zoning permits for all outdoor cultivation are issued by Ag Commissioner, yet this does not seem to be consistent with the rest of the proposals or what I have been told. Perhaps I am reading this incorrectly, but it would be beneficial if you can clarify this in the doctrine.

Pamela, I appreciate your concern for these matters and look forward to your reply, as well as having an opportunity to work with you and other supervisors and planners to achieve a workable solution.

Sincerely, Deborah Eppstein, PhD 1910 Cougar Lane Santa Rosa, CA 801-556-5004

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From: Pamela Davis
To: Rachel Zierdt

Cc: Amy Lyle; Deisy Vargas

Subject: Re: Directives from supervisors meeting
Date: Wednesday, May 30, 2018 7:33:00 PM

Thank you, Rachel.

Could you please provide me with the date of this hearing?

I'm cc'ing Deisy Vargas amd Amy Lyle here so they can include your comments in the public record so all of the Commissioners will have the benefit of your comments.

Thank you, Pam

On Wed, May 30, 2018, 6:21 PM Rachel Zierdt <<u>rzierdt@gmail.com</u>> wrote:

Dear Ms. Davis,

I thought you might find this helpful. The ordinance revision that is before you does not seem to address some of what the Supervisors said to staff about the ordinance changes.

Tim Ricard said at 3:26 in meeting that staff rec moments making changes to address neighbor compatibility for odor mitigation, security concerns, proximity to residences, water use and over concentration. And, phase one updates should include addressing setbacks, minimum parcel size, adult use definitions.

Zane said at 3:43 that public safety concerns in residential areas were her primary concern.

Gorin said at 4:03 that neighborhood compatibility is probably the most important issue, to which Jennifer Barrett responded that minimum lot size or zoning district changes were simple to make while separation criteria could be more time intensive.

Hopkins says at 4:08 that she wants to address that lack of indoor setbacks means property owners can't escape the impacts of the "business".

Gore at 4:12.50 say that "Voted to keep out of RR and AR and out of areas with neighborhood concerns. If he could have voted to outlaw DA on small lots at that time he would have".

Zane at 5:31.16 - "really concerned about neighborhood compatibility". Need to make sure neighborhood compatibility happens and would be in favor of exclusionary zones.

Rabbitt at 5:39: wants to see minimum DA parcel size, increased setbacks to residential property from grow, preclude AR/RR adjacent its, no ministerial, increase distance to parcels that have a single family residence, and address access issues on shared driveways. Need to "alleviate conflicts between rural residential enclaves and a grow". Wish at time of RR/AR exclusion we set minimum acreage size (for DA). Also said unsightly on scenic corridors wouldn't happen - fencing design review.

Also, he said Some outdoor location ok, but push away from residences and out to larger more open areas that are shielded.

Hopkins at 5:53.50 - need to address concentration concerns

Hopkins at 5:54.00 - Need to specifically address lack of setbacks to residences for indoor. Current is not in compliance with spirit of ordinance. Need to focus on impact of cannabis cultivation public safety due to value and portability. Make people feel safer and deal with odor. Kids shouldn't experience that.

Gorin @ 6:03.30 - Neighborhood compatibility is my highest priority

Gore @ 6:14.50 - Later after a larger conversation in 4-6 months from now, address longer than a year on appropriate lots. This was specifically supposed to be AFTER public discussion of allowing a longer permit.

Rabbitt @ 6:17.00 - Could use the multiple year permit to place an incentive on where we want grows to happen. (Earlier he said they need to spend some time figuring out what success means)

All the supervisors called for more robust code enforcement, which is totally excluded here.

Rachel

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# CANNABIS ORDINANCE POLICY OPTIONS FOR CONSIDERATION BY THE SONOMA COUNTY BOARD OF SUPERVISORS

# TO IMPROVE AND STRENGTHEN SONOMA COUNTY'S CANNABIS ORDINANCE: INCREASING NEIGHBORHOOD COMPATIBILITY MAY 4TH 2018

#### PRESENTED AND ENDORSED BY

No Pot On Purvine, Save Our Sonoma Neighborhoods & additional Neighborhood Groups representative of Penngrove, Palmer Creek, Middle Two Rock Road, Lakeville Highway, Bloomfield, Bennett Valley, Spring Hill Road.





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1. Enforcement mechanisms should be bolstered by providing for unannounced inspections, imposing stiffer monetary penalties, and requiring that greenhouses and all other infrastructure be dismantled upon revocation or termination of a permit	
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	b. par	All RRD parcels, substandard DA parcels, and parcels adjacent to RR, AR, or any reel under 20 acres, should be ineligible for cannabis cultivation
	c. she	If access to a project is over an easement, the written consent of all easement holders ould be mandatory
	d.	The minimum setback from property lines should be increased to 1,000 feet 5
	e.	The minimum setback from any residence should be increased to 2,000 feet6
		The County must further define what is considered a sensitive area and increase tbacks from parks, schools, childcare and daycare centers, as well as school bus stops and her places where children gather, to 2,000 feet
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5.		Invigorate Enforcement
6.		Formalize and adopt cannabis exclusion combining zone criteria
7.		Williamson Act parcels should not be eligible for cannabis cultivation

#### Background

#### Phase One of the Cannabis Land Use Regulations Review and Updates.

As part of the resolution of intent directing staff to prepare a draft Ordinance or Ordinances amending the County Zoning Code for consideration by the Planning Commission and recommendation to the Board of Supervisors to address the **legalization of adult use cannabis businesses**, **alignment of local cannabis laws with state regulations**, and **neighborhood compatibility concerns**, Sonoma County staff have recommended these changes be addressed in two comprehensive phases. Phase one (5 months) will primarily address harmonizing the Ordinance with state regulations and creating opportunities for neighborhoods to assert their autonomy and political will.

## Policy Recommendations to Improve and Strengthen Sonoma County's Existing Cannabis Ordinances: Increasing Neighborhood Compatibility.

#### 1. Suspend Issuance of all Cannabis Permits.

The primary objective of Sonoma County's Cannabis Ordinance is to provide a pathway through which existing unpermitted medical cannabis operations can enter into the legal and regulated market in appropriate locations. Thus far, the existing ordinance has failed to achieve this primary objective. In order to rectify this, Sonoma County is seeking to amend the Cannabis Ordinance.

Amending the Cannabis Ordinance while cannabis permits are being processed and issued is like repairing a locomotive while the train is in motion. The County should impose a one-year moratorium on the issuance of new permits in order to study the issues and prepare improvements to the current Ordinance that will be both legal and effective. Many cities and counties have used moratoria, which are expressly authorized by Government Code section 65858, to draft or amend effective legislation. At the very least, the County should consider a moratorium on outdoor grows.

#### 2. Abandon Ministerial Permits.

The County should abandon the issuance of ministerial cannabis permits entirely. Due to the unique characteristics of cannabis cultivation operations, the processing of cannabis permits inherently requires discretion. Such permits are especially ill-suited to cannabis operations because they are issued without notice to neighbors, a public

hearing, or a right to appeal. As such, the ministerial permit process violates due process, which should be afforded to Sonoma County residents due to the unique nature of this crop.

The Board's original intent was to simplify the processing of very small projects, which would presumably have little impact. In fact, even small cannabis projects have proven highly controversial. Growers have started applying for such permits as the first stage of larger projects, pending a hearing on their discretionary permit applications, which raises significant CEQA issues. Ministerial permits have generated many more problems than they have solved.

#### 3. Improve the Application Process.

Many applications lack sufficient information for decision-makers and the public to make informed decisions. Neighborhood advocates recommend the following changes to the application process as outlined in the revised Ordinance. These should apply to both of an applicants' primary cannabis use(s) and complimentary agricultural use(s):

- a. Require hydrogeological studies and well reports conforming to County policies of all applications.
- b. Traffic impact studies conforming to County guidelines should be required of all applications based on trip generation rates developed by County staff specifically for cannabis uses.
- c. Strengthen local preference. The local processing and hiring preferences should be clarified and requirements for supporting documentation bolstered. Section 26-88-250 (h) of the Cannabis Ordinances ("Operator Qualifications" (4)) provides that priority processing of permits for medical cannabis operations be afforded to applicants that have operated a cannabis business in Sonoma County, or have been residents of Sonoma County prior to January 1, 2016. Applicants can also be afforded priority processing if they provide a local preference hiring plan. Currently, these stipulations have little meaning and are not easily enforceable (See Attachment A).
- So-called multi-tenant applications are already subject to abuse and should be abolished.

- e. Require more extensive background checks for all applicants and their funders. The County should expand the types of misconduct which disqualify an applicant to include: any felony, serious misdemeanors, and administrative discipline or liability imposed by professional licensing bodies, the ABC, and other agencies.
- f. All applicants should be required to disclose the names and addresses of all direct and beneficial owners, principals and managers of an entity applicant and any entity with an interest in the applicant.
- g. Fire prevention, waste water discharge and security plans need to be more comprehensive, with security plans available and open to the public.
- h. Require applicants to disclose fully all pesticides, herbicides, fertilizers, rodenticides, chemicals and hazardous materials proposed for use.
- i. Include significantly more robust odor control provisions since odor is among the top causes of conflict and complaints.
- j. Institute a cap on the number of commercial cannabis permits allowed in Sonoma County. A provision like this, which will prevent the overconcentration of cannabis operations in any one area of the County, is a critical addition to the Ordinance.
- k. Notice requirements for all cannabis permit applications should be expanded by giving notice to all property owners within a one-mile radius of a proposed commercial grow within 30 days after the receipt of an application.

- I. Enforcement mechanisms should be bolstered by providing for unannounced inspections, imposing stiffer monetary penalties, and requiring that greenhouses and all other infrastructure be dismantled upon revocation or termination of a permit.
- m. The County should undertake a concerted campaign to widely publicize the penalties for cannabis permit violations.
- n. County monitoring protocols and tracking programs should be produced in writing and included as standard conditions of approval in all cannabis permits.

#### 4. Strengthen Location and Operating Standards.

Compatibility conflicts can be mitigated by increasing the buffer between cannabis projects and neighbors through increased parcel size and setbacks. Specifically, neighborhood advocates recommend the following changes to location and operating standards to be added to the revised Ordinance:

- a. The minimum lot size in all zoning districts where cannabis cultivation is currently allowed should be 20 acres.
- b. All RRD parcels, substandard DA parcels, and parcels adjacent to RR, AR, or any parcel under 20 acres, should be ineligible for cannabis cultivation.
- c. If access to a project is over an easement, the written consent of all easement holders should be mandatory.
- d. The minimum setback from property lines should be increased to 1,000 feet.

- e. The minimum setback from any residence should be increased to 2,000 feet.
- f. The County must further define what is considered a sensitive area and increase setbacks from parks, schools, childcare and daycare centers, as well as school bus stops and other places where children gather, to 2,000 feet.
- g. Cannabis cultivation sites should not be visible from public roadways.

#### 5. Invigorate Enforcement.

Illegal operators have by and large failed or refused to take advantage of the County's penalty relief program. The existing Ordinance contains provisions for administrative enforcement. It is time for the County to curtail illegal grows by utilizing them. Failure to do so will undermine public and industry confidence, such as it is, in the County's cannabis program. It will reward illegal operators and penalize legal ones. Before adopting any additional legislation, or issuing any more cannabis permits, the Board needs to show its constituents that it is serious about enforcing laws already on the books and demand that the Sheriff's Department partner with Permit Sonoma in this enforcement.

#### 6. Formalize and adopt cannabis exclusion combining zone criteria.

A proposal for cannabis exclusion zones was included in early drafts of the Cannabis Ordinance, but the Board elected to give the issue more thought. It has now become clear that exclusion zones are an important part of resolving the contentious neighborhood compatibility issues that have arisen to date. The key is to make the creation of exclusion zones simple and flexible enough to work for ordinary residents. The Board should direct staff to come up with a simplified application form and reduced fee schedule and determine whether exclusion zones qualify for a CEQA exemption. We specifically recommend:

1.) Process exclusion zone requests from interested property owners as zoning amendments. Property may be zoned as a Cannabis Exclusion Combining District, or the boundaries of a Cannabis Exclusion Combining District may be adjusted, as a zoning change processed in accordance with the provisions of Chapter 26, Article 96 of the County Code (See attachment B).

2.) The creation of a voter-driven mechanism for establishing exclusion zones coextensive with existing specific and area plans is one fair and democratic option (See attachment C).

#### 7. Williamson Act parcels should not be eligible for cannabis cultivation.

The California Land Conservations Act, also known as the Williamson Act, provides for the establishment of Agricultural Preserves and allows property owners to enter into long-term contracts to devote their land to agriculture or open space uses in exchange the land owner receives beneficial property tax treatment. Cultivation of cannabis is not considered a qualifying agricultural use, is not protected under the right to farm, and therefore no cannabis cultivation should be allowed as a compatible use on contracted lands. Landowners receive substantially reduced property tax assessments in return for enrollment under Williamson Act contract. Property tax assessments of Williamson Act contracted land are based upon generated income as opposed to potential market value of the property. Local governments receive a partial subvention of forgone property tax revenues from the state via the Open Space Subvention Act of 1971. This oversight in the Ordinance is inconsistent with the overall goals, objectives, policies and programs of the General Plan to promote a healthy and competitive agricultural economy, stabilize farm incomes and provide opportunities for diversification of agricultural products.



November 6, 2017

Tennis Wick, Director Permit and Resource Management Department County of Sonoma 2550 Venture Avenue Santa Rosa, CA 95403-2829

Re: UPC17-0020
Petaluma Hills Farm, LLC
Use Permit Application for Cannabis Cultivation
334 Purvine Road, Petaluma

Dear Mr. Wick:

I represent a group of neighbors concerned about the application by Petaluma Hills Farm, LLC ("PHF") for a commercial cannabis cultivation permit at 334 Purvine Road. The application identifies PHF's principals as Sam Magruder (COO), Gian-Paolo Veronese (CFO) and Mike Harden (CEO), all of whom identify themselves as San Francisco residents (Exhibit A). PHF's articles of organization also designate San Francisco as its principal place of business (Exhibit B).

The applicant requests priority status based on section 26-88-250(h)(4) of the Sonoma County Code, which grants priority to applicants who (a) provide a local preference hiring plan and (b) whose owner or operator has been either (i) an existing cannabis operator or (ii) a resident of Sonoma County prior to January 1, 2016.

The PHF application does not claim that Magruder, Veronese or Harden was a cannabis operator in the County before January 1, 2016, nor does it assert that Harden was ever a County resident. The application does suggest that Veronese became a resident of Glen Ellen in July 2016, but that is well past the priority cut-off.

Tennis Wick November 6, 2017 Page Two

PHF's request for priority rests solely on the claim that Magruder was a Sonoma County resident before January 1, 2016. It represents that Magruder owned property at 8800 Cider Springs Road in Sebastopol from April 2014 to June 2016. Owning property, however, does not make someone a resident; a person may own property in many locations but may only have one lawful residence. (Gov't Code § 244(b).)

Nowhere does the PHF application say that Magruder *resided* at his Sebastopol property. If anything, it suggests the opposite. The application states only that Magruder was "present" in the County before January 1, 2016 "to the best of [his] abilities," but that his "occupancy term" was "disrupted" when he determined that the Sebastopol property was not suitable for cannabis cultivation.

Residence means a place where one lives on a permanent as opposed to a transitory basis; a resident is someone who lives there and plans to return (Gov't Code § 244(a)-(c).) Residence is established by "the union of act and intent," i.e., by physically moving to a location with the intention of living there (Gov't Code § 244(f).) Self-serving declarations of intent carry little weight. Intent must be established based on objective evidence, such as tax records, voter registration, car registration, club memberships, bank accounts, credit card statements, cell phone bills, and bills for medical and dental treatment. (Noble v. Franchise Tax Board (2004) 118 Cal.App.4th 560, 567-569.)

Sonoma County's Priority Processing Application requests such evidence, but none is provided by PHF. A deed showing Magruder's purchase of the Sebastopol property is supposedly included, but the only deed attached to the application is for an unrelated transaction. No matter, because even the correct deed would not establish Magruder's residence in any case.

The application also claims to include "occupancy verifications" for Magruder signed by Gian-Paolo Veronese and Leah Kahn. It is not clear what an "occupancy verification" is, or whether verifications by Magruder's friends, partners and co-applicants should be given any weight. Those questions are moot, however, given that no verifications are attached to the application.

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The application does include a June 2016 settlement statement showing Magruder's sale of the Sebastopol property. The statement does not show when Magruder bought the property, or whether he ever lived there, and is therefore irrelevant. Property ownership is not equivalent to residence.

Readily available evidence in the public record indicates that Magruder did not live in Sebastopol and was not a Sonoma County resident. In 2015, for example, he registered two cannabis-related corporations headquartered in San Francisco (Exhibit C, D). In 2016, days before he sold the Sebastopol property, he identified himself as the San Francisco-based CEO of those corporations in filings with the California Secretary of State (Exhibits E, F). Multiple online search directories and databases show Magruder's addresses at various times over the past ten years as Page Street, Scott Street, Cesar Chavez Street and Geary Boulevard in San Francisco.

PHF is trying to gain an unfair advantage over local applicants by falsely claiming that Magruder was a Sonoma County resident. That alone is reason to deny its permit application under County Code section 26-88-250(h)(3), which provides that applications containing false or misleading information will be rejected.

PHF's request for priority must be decided now, administratively, before its application is processed further. If resolution of the priority issue is deferred until the use permit hearing, the application will already have received *de facto* priority treatment, however unwarranted.

I therefore request that you suspend processing the PHF application, consider the applicant's request for priority status, and reject the entire application on grounds that the request is based on false and misleading evidence.

Sincerely,

Kevin P. Block

#### Cannabis Exclusion Zone

Chapter 26 of the Sonoma County Code is amended to add a new Chapter 73 as follows:

#### Article 73 -- Cannabis Exclusion Combining District

#### Sec. 26-73-005 – Purpose

The purpose of the Cannabis Exclusion Combining District to allow for the exclusion of cannabis uses which are otherwise allowed in the base zoning district based upon factors specific to particular properties, neighborhoods or regions, including residents' wishes.

#### Sect. 26-73-010 - Permitted Uses

Cannabis uses which require a land use permit pursuant to Section 26-88-250 of the Sonoma County Code shall be prohibited in Cannabis Exclusion Combining Districts. All other uses permitted in the base district to which a Cannabis Exclusion Combining District is applied shall be allowed in accordance with the provisions of the base zoning district.

#### Sec. 26-73-020 - Criteria

A Cannabis Exclusion Combining District may be applied to properties, neighborhoods or areas based on one or more of the following criteria:

- (a) cannabis uses would be inconsistent with the reasonable expectations of residents concerning their community's character or quality of life;
- (b) cannabis uses would unreasonably interfere with the use or benefit or enjoyment of neighboring properties;
- (c) cannabis uses would pose an unreasonable risk to the physical, social or economic environment;
- existing infrastructure, natural resources or public services are insufficient to adequately support cannabis uses;
- (e) there is an undue concentration of cannabis uses nearby;

- (f) the exclusion of cannabis uses District would further public benefit, convenience and necessity;
- (g) cannabis uses would otherwise be detrimental to the public health, safety and welfare.

#### Sec. 26-73-030 - Procedure

Property may be zoned Cannabis Exclusion Combining District, or the boundaries of a Cannabis Exclusion Combining District may be adjusted, as a zoning change processed in accordance with the provisions of Chapter 26, Article 96 of the County Code.

#### Sec. 26-73-040 - Noncomforming Cannabis Uses

The provisions of Chapter 26, Article 94 of the County Code shall apply to uses rendered legal nonconforming uses by reason of the establishment of a Cannabis Exclusion Combining District, except that such uses shall be terminated upon the cessation of their actual operation for a period of not less than six months, or upon the expiration of the cannabis use permit or cannabis zoning permit governing such uses, whichever occurs first.

# A PROPOSAL TO ALLOW CANNABIS EXCLUSION ZONES FOR AREA PLANS

No Pot on Purvine – Save Our Sonoma Neighborhoods

#### **Background**

In 2016, the Planning Commission found that exclusion zones for cultivation of commercial cannabis are appropriate for the following:

- Areas where the prevalence of cannabis is detrimental to the residential character of area;
- Areas where residential character is to be preserved; and
- Areas where the water supply is inadequate.

The lands within the Penngrove, Bennett Valley and Petaluma Dairy Belt Area Plans meet all of these criteria, and the policies in the Plans specifically support these goals. The goal of the Bennett Valley Area Plan, in effect since 1979, is to preserve and protect the rural character and natural environment of Bennett Valley. In adopting the Plan, the Board of Supervisors determined that commercial development is not appropriate for the area and required that development be coordinated with the ability to provide police services.

The Penngrove Specific Plan was adopted in 1982 and is the primary governing document on project proposals within its boundaries. The Plan contains major policies to promote, protect and preserve agricultural land uses. Superior Court Judge Antolini noted that its policies protect and preserve groundwater resources, historical agricultural land uses, open space, and community separator lands with a higher emphasis than the County General Plan policies.

The Petaluma Dairy Belt Area Plan, adopted in 1985 and updated in 2008, also prioritizes preservation of the area's agricultural way of life. All discretionary permits and approvals in the Plan area must consider the potential effect of the proposed use on surrounding agricultural activities. Agricultural considerations must prevail if the potential effect is detrimental. Planning within the PDBAP must take into account the reasonable expectations of area residents.

Commercial cannabis cultivation is not agriculture. It is expressly excluded from the definition of agriculture by the Sonoma County Code because, unlike other crops, it poses unique risks to the health, safety and welfare of local residents. Those risks, according to the Board of Supervisors, include fire hazards, increased criminal activity, unpleasant odors and other intrusions on neighboring properties, adverse environmental impacts, notably on groundwater, and its potential as an attractive nuisance for children.<sup>1</sup>

Commercial cannabis cultivation is incompatible with the policies of preserving agriculture, natural resources and a rural lifestyle contained in all three area plans. It requires large amounts of water, whereas the aquifers in all three planning areas is already under stress. It requires intensive labor, typically involving 10,000 one-way vehicle trips per year for each grow site, whereas the roads in all three planning areas are already deemed by the Department of Transportation and Public Works to be in poor or failing condition.

<sup>&</sup>lt;sup>1</sup> Resolution No. 6189, Section I: Findings, Subsections I, N, O and Q.

Cannabis cultivation is detrimental to the residential character of the lands within all three planning areas. Besides traffic impacts and associated noise, putrid odors diminish the quality of residential life. Finally, cannabis cultivation is associated with increased criminal activity in areas where public safety response times are long and not improving. Area Plans are supposed to preserve residents' quality of life. The mere fear of crime, exacerbated by recent home invasions, acts to erode it.

#### Mechanism to Approve Exclusion Zones for Area Plans

The vacation rental model for exclusion zones, while appropriate for small areas such as single streets or small clusters of properties, is infeasible for Area Plans. Area Plans have well-defined geographical boundaries, making the time and expense of conducting surveys or creating maps unnecessary. The number of parcels in Area Plans makes soliciting the approval of most or all residents sufficiently difficult to make it infeasible.

We propose here a mechanism for residents of Area Plans to vote to create exclusion zones for all lands located within the boundaries of their Plans. Proposition 64 leaves it to cities and counties to decide the extent to which they will allow commercial cannabis activities to occur. Allowing residents of Area Plans to make this decision by ballot is both consistent with Proposition 64 and fair. Neighborhoods should be allowed to control their own destinies.

We propose that the ordinance empower residents to circulate and submit a formal petition to the county registrar of voters asking to create an exclusion zone. If a threshold number of valid signatures is garnered (e.g., 10% of the votes cast in the most recent gubernatorial election for that Area Plan), the issue of whether to designate the area as an exclusion zone would be decided by the voters residing within that Area Plan in the next election. The sponsors of petitions might pay for reasonable election costs. Elections for fire boards typically cost about \$5,000, and any costs incurred for voting on an exclusion zone would presumably be similar.

County Counsel should determine whether the results of the election are binding or advisory. If advisory, the Board of Supervisors should approve or disapprove of the exclusion zone within 30 days of the election. There is no reason to incur the costs or delays of a hearing before the Planning Commission.

Similar to Measure M that in 2016 banned genetically engineered organisms, the exclusion zone would take effect immediately. Any person or entity that already has a permit to cultivate cannabis within the exclusion zone's boundaries would be allowed to continue until one of several possible deadlines, including the cessation of operations, expiration of the current permit, the end of the current growing cycle, or 90 days after implementation of the exclusion zone.

This process would be simple and relatively inexpensive for all. It would avoid extensive PRMD staff time and would not require long hearings by the Board of Supervisors.

### Commercial Cannabis Cultivation, Nine Bay Area Counties.

Note: The ordinances can change. This is based on best-available information on March 22, 2018 from the California State Association of Counties. <a href="http://www.counties.org/county-cannabis-ordinances">http://www.counties.org/county-cannabis-ordinances</a> ]

County	Yes on Prop 64	Commercial Grows Permitted?	County Ordinance
Alameda	66%	Piloting 10 grows	$6.106.00^{1}$
Contra Costa	61%	no	$88-28.006^2$
Marin	70%	no	Ordinance 3678 <sup>3</sup>
Napa	61%	no	6.106.0404
San Francisco	75%	Indoor 22,000 sq ft	Ordinance 230-17 <sup>5</sup>
San Mateo	63%	Greenhouse only	Chapter 5.148 <sup>6</sup>
Santa Clara	58%	no	Division B26.5 <sup>7</sup>
Solano	58%	no	Ordinance 2017-1782 <sup>8</sup>
Sonoma	59%	43,560 sq ft	Ordinance 6189 <sup>9</sup>
		Outdoor, indoor	
		greenhouse	

<sup>&</sup>lt;sup>1</sup> http://www.counties.org/sites/main/files/file-attachments/alameda county - sent 111317 - 03 cultivation ordinance title 6 7.19.17.pdf

<sup>&</sup>lt;sup>2</sup>https://library.municode.com/ca/contra\_costa\_county/codes/ordinance\_code?nodeId=TIT8ZO\_DIV88SPLAUS\_CH88-28CARE\_88-28.006PRUS\_

<sup>&</sup>lt;sup>3</sup> https://library.municode.com/ca/marin\_county/ordinances/code\_of\_ordinances?nodeId=863831

<sup>&</sup>lt;sup>4</sup> http://www.counties.org/post/napa-county-cannabis-ordinances

<sup>&</sup>lt;sup>5</sup> http://www.counties.org/sites/main/files/file-attachments/san francisco - sent 120617 - article 16 regulatory structure.pdf

<sup>&</sup>lt;sup>6</sup> http://cannabusinesslaw.com/california-cannabis-laws-by-county/san-mateo-county/

https://library.municode.com/ca/santa\_clara\_county/codes/code\_of\_ordinances?nodeId=TITBRE\_DIVB26.5MEMACU\_SB26.5-3CACURO

<sup>&</sup>lt;sup>8</sup> http://www.counties.org/sites/main/files/file-attachments/solano\_county\_-\_sent\_111317\_-\_item\_25\_adopted\_urgency\_ordinance.pdf

<sup>&</sup>lt;sup>9</sup> http://sonomacounty.ca.gov/Cannabis/Legislative-Updates/County-Ordinances/