**BOARD of SUPERVISORS** 



City Hall 1 Dr. Carlton B. Goodlett Place, Room 244 San Francisco 94102-4689 Tel. No. (415) 554-5184 Fax No. (415) 554-5163 TDD/TTY No. (415) 554-5227

# MEMORANDUM

TO: Alondra Esquivel-Garcia, Director, Youth Commission

FROM: John Carroll, Assistant Clerk, Land Use and Transportation Committee

DATE: October 5, 2023

SUBJECT: LEGISLATIVE MATTER INTRODUCED

The Board of Supervisors' Land Use and Transportation Committee has received the following hearing request, introduced by Supervisor Stefani on September 19, 2023. This item is being referred for comment and recommendation.

### File No. 230988

Ordinance amending the Planning Code to require a minimum distance of 600 feet between a Cannabis Retail Use and daycare centers, exempt pending applications from that distance requirement, and establish an 18-month period of discontinuance of a Cannabis Retail Use as abandonment of the business, preventing its restoration except as a new Cannabis Retail Use; and affirming the Planning Department's determination under the California Environmental Quality Act, making findings of consistency with the General Plan, and the eight priority policies of Planning Code, Section 101.1, and making findings of public necessity, convenience, and welfare pursuant to Planning Code, Section 302.

Please return this cover sheet with the Commission's response to John Carroll, Assistant Clerk, Land Use and Transportation Committee.

RESPONSE FROM YOUTH COMMISSION Date: \_\_\_\_\_

\_\_\_\_ No Comment Recommendation Attached

Chairperson, Youth Commission

FILE NO. 230988

[Planning Code - Cannabis Retail Uses]

ORDINANCE NO.

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3	Ordinance amending the Planning Code to require a minimum distance of 600 feet				
4	between a Cannabis Retail Use and daycare centers, exempt pending applications from				
5	that distance requirement, and establish an 18-month period of discontinuance of a				
6	Cannabis Retail Use as abandonment of the business, preventing its restoration except				
7	as a new Cannabis Retail Use; and affirming the Planning Department's determination				
8	under the California Environmental Quality Act, making findings of consistency with				
9	the General Plan, and the eight priority policies of Planning Code, Section 101.1, and				
10	making findings of public necessity, convenience, and welfare pursuant to Planning				
11	Code, Section 302.				
12	NOTE: Unchanged Code text and uncodified text are in plain Arial font.				
13	Additions to Codes are in <u>single-underline italics Times New Roman font</u> . Deletions to Codes are in strikethrough italics Times New Roman font.				
14	Board amendment additions are in <u>double-underlined Arial font</u> . Board amendment deletions are in strikethrough Arial font.				
15	<b>Asterisks (</b> * * * *) indicate the omission of unchanged Code subsections or parts of tables.				
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17	Be it ordained by the People of the City and County of San Francisco:				
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19	Section 1. Environmental and Land Use Findings.				
20	(a) The Planning Department has determined that the actions contemplated in this				
21	ordinance comply with the California Environmental Quality Act (California Public Resources				
22	Code Sections 21000 et seq.). Said determination is on file with the Clerk of the Board of				
23	Supervisors in File No and is incorporated herein by reference. The Board				
24	affirms this determination.				
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1 (b) On \_\_\_\_\_, the Planning Commission, in Resolution No. \_\_\_\_\_, 2 adopted findings that the actions contemplated in this ordinance are consistent, on balance, 3 with the City's General Plan and eight priority policies of Planning Code Section 101.1. The 4 Board adopts these findings as its own. A copy of said Resolution is on file with the Clerk of 5 the Board of Supervisors in File No. \_\_\_\_\_, and is incorporated herein by reference. 6 (c) Pursuant to Planning Code Section 302, this Board finds that these Planning Code 7 amendments will serve the public necessity, convenience, and welfare for the reasons set 8 forth in Planning Commission Resolution No. \_\_\_\_\_, and the Board incorporates such 9 reasons herein by reference. A copy of said resolution is on file with the Clerk of the Board of 10 Supervisors in File No. \_\_\_\_\_. 11 12 Section 2. Article 2 of the Planning Code is hereby amended by revising Section 13 202.2, to read as follows: SEC. 202.2. LOCATION AND OPERATING CONDITIONS. 14 (a) Retail Sales and Service Uses. The Retail Sales and Service Uses listed below 15 16 shall be subject to the corresponding conditions: \* 17 18 (5) Cannabis Retail. A Cannabis Retail establishment must meet all of the following conditions: 19 20 (A) A Cannabis Retail establishment must apply for a permit from the 21 Office of Cannabis pursuant to Article 16 of the Police Code prior to submitting an application to the Planning Department. 22 23 (B) *<u>The following locational restrictions apply:</u>* 24 (i) The parcel containing the Cannabis Retail Use shall not be 25 located within a 600-foot radius of a parcel containing an existing School, public or private,.

2 different radius shall apply. 3 (ii) The parcel containing the Cannabis Retail Use shall not be located within a 600-foot radius of a parcel containing an existing Daycare Center, as defined in California 4 5 Business and Professions Code Section 26001, as amended from time to time. This radius shall not 6 apply to a Cannabis Retail establishment which submitted an application to the Office of Cannabis 7 pursuant to Article 16 of the Police Code prior to the effective date of the ordinance in Board File No. 8 , amending this subsection (a)(5). If a State licensing authority requires a different radius, 9 then that different radius shall apply. 10 (iii) In addition, Tthe parcel containing the Cannabis Retail Use 11 shall not be located within a 600-foot radius of a parcel for which a valid permit from the City's 12 Office of Cannabis for a Cannabis Retailer or a Medicinal Cannabis Retailer has been issued, 13 except that a Cannabis Retail Use may be located in the same place of business as one or 14 more other establishments holding valid permits from the City's Office of Cannabis to operate 15 as Cannabis Retailers or Medicinal Cannabis Retailers, where the place of business contains 16 a minimum of 350 square feet per Cannabis Retail or Medical Cannabis Dispensary Use, 17 provided that such locations are permitted by state law.

Ifunless a State licensing authority requiresspecifies a different radius, then in which case that

18 <u>(*iv*)</u> There shall be no minimum radius from a Cannabis Retail Use

to an existing *day care center or* youth center. *If unless* a State licensing authority <u>requires specifies</u>
a minimum radius, <u>then *in which case*</u> that minimum radius shall apply.

- (C) Cannabis may be consumed or smoked on site pursuant to
  authorization by the Department of Public Health as applicable.
- 23 (D) A Cannabis Retail Use which is discontinued for a period of 18 months, or
- 24 *otherwise abandoned, shall not be restored, except as may be permitted or authorized as a new*
- 25 <u>Cannabis Retail Use.</u>

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3 Section 3. Effective Date. This ordinance shall become effective 30 days after 4 enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the 5 ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board 6 of Supervisors overrides the Mayor's veto of the ordinance.

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8 Section 4. Scope of Ordinance. In enacting this ordinance, the Board of Supervisors 9 intends to amend only those words, phrases, paragraphs, subsections, sections, articles, 10 numbers, punctuation marks, charts, diagrams, or any other constituent parts of the Municipal 11 Code that are explicitly shown in this ordinance as additions, deletions, Board amendment 12 additions, and Board amendment deletions in accordance with the "Note" that appears under 13 the official title of the ordinance.

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- 15 APPROVED AS TO FORM: DAVID CHIU, City Attorney 16
- 17 By: <u>/s/ HEATHER L. GOODMAN</u> HEATHER L. GOODMAN 18 Deputy City Attorney
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## LEGISLATIVE DIGEST

[Planning Code - Cannabis Retail Uses]

Ordinance amending the Planning Code to require a minimum distance of 600 feet between a Cannabis Retail Use and daycare centers, exempt pending applications from that distance requirement, and establish an 18-month period of discontinuance of a Cannabis Retail Use as abandonment of the business, preventing its restoration except as a new Cannabis Retail Use; and affirming the Planning Department's determination under the California Environmental Quality Act, making findings of consistency with the General Plan and the eight priority policies of Planning Code, Section 101.1, and making findings of public necessity, convenience, and welfare pursuant to Planning Code, Section 302

#### Existing Law

Existing state law provides that commercial cannabis uses must be located at least 600 feet away from existing kindergarten through twelfth grade ("K-12") schools, daycare centers, and youth centers, unless the California Department of Cannabis or a local jurisdiction specifies a different radius. Planning Code Section 202.2 specifies that Cannabis Retail Uses cannot be located within 600 feet of a K-12 school, another Cannabis Retail Use, or a Medical Cannabis Dispensary. There is no minimum distance between a daycare center or youth center and a Cannabis Retail Use under Planning Code Section 202.2.

State law includes a specific definition for "daycare center" that includes licensed daycare centers but not family daycare homes. The Planning Code includes a definition for "child care center" that is different than the state definition. One key difference is that the Planning Code definition includes small family daycare homes.

Under the Planning Code, if a Cannabis Retail business with a Conditional Use Authorization is closed for three years, the use may be deemed abandoned, which is the standard abandonment period for conditional uses in the Planning Code.

### Amendments to Current Law

This ordinance would add a 600-foot required buffer between a Cannabis Retail Use and daycare centers. The new buffer would not apply to businesses that applied for a permit with the Office of Cannabis before the effective date of this ordinance.

A Cannabis Retail Use, whether conditionally authorized or otherwise permitted, would be deemed abandoned if the business is closed for 18 months.

## **Background Information**

Commercial cannabis businesses are heavily regulated at the state level under the California Medicinal and Adult-Use Cannabis Regulation and Safety Act and California Department of Cannabis regulations. Cannabis businesses are also regulated by the City, including under the Planning Code, administered by the Planning Department and Planning Commission, and under Article 16 of the Police Code, administered by the Office of Cannabis.

This ordinance uses the definition of "daycare center" from state law to avoid confusion between the state law and City regulations concerning cannabis. Because this definition of "daycare center" excludes family daycare homes, there would be a buffer around licensed daycare centers but not around family daycare homes.

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# **Introduction Form**

By a Member of the Board of Supervisors or Mayor

Time stamp or meeting date

I hereby submit the following	item for	introduction	(select only	one):
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✓ 1. For reference to Committee. (An Ordinance	e, Resolution, Motion or Charter Amendment).	
2. Request for next printed agenda Without R	eference to Committee.	
3. Request for hearing on a subject matter at C	Committee.	
4. Request for letter beginning :"Supervisor	inquiries"	
5. City Attorney Request.		
6. Call File No.	from Committee.	
7. Budget Analyst request (attached written m	notion).	
8. Substitute Legislation File No.		
9. Reactivate File No.		
10. Topic submitted for Mayoral Appearance	before the BOS on	
Please check the appropriate boxes. The propos	ed legislation should be forwarded to the following:	
Small Business Commission	Youth CommissionEthics Commission	
Planning Commission Building Inspection Commission		
Note: For the Imperative Agenda (a resolution	not on the printed agenda), use the Imperative Form.	
Sponsor(s):		
Stefani		
Subject:		
Planning Code - Cannabis Retail Uses		
The text is listed:		
and daycare centers, exempt pending applications of discontinuance of a Cannabis Retail Use as aba new Cannabis Retail Use; and affirming the Plann Environmental Quality Act, making findings of c	e a minimum distance of 600 feet between a Cannabis Retail Use s from that distance requirement, and establish an 18-month period andonment of the business, preventing its restoration except as a ning Department's determination under the California onsistency with the General Plan and the eight priority policies of gs of public necessity, convenience, and welfare pursuant to	