File No. 200144

Committee Item No. <u>4</u> Board Item No. <u>33</u>

COMMITTEE/BOARD OF SUPERVISORS

AGENDA PACKET CONTENTS LIST

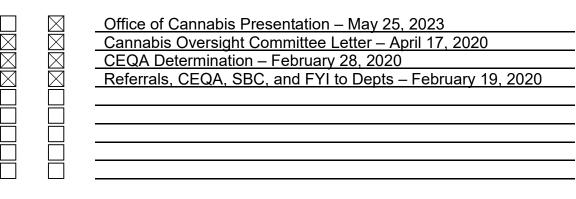
Committee: <u>Public Safety and Ngbh Services</u> Board of Supervisors Meeting:

Date: <u>May 25, 2023</u> Date: <u>June 13, 2023</u>

Cmte Board

		Motion
		Resolution
\boxtimes	\bowtie	Ordinance - VERSION 3
\boxtimes	\bowtie	Legislative Digest
		Budget and Legislative Analyst Report
		Youth Commission Report
\boxtimes	\boxtimes	Introduction Form
		Department/Agency Cover Letter and/or Report
		MOU
		Grant Information Form
		Grant Budget
		Subcontract Budget
		Contract / DRAFT Mills Act Agreement
		Form 126 – Ethics Commission
		Award Letter
		Application
	\boxtimes	Public Correspondence

OTHER



Prepared by:	John Carroll	Date:	<u>May 19, 2023</u>
Prepared by:	John Carroll	Date:	June 2, 2023
Prepared by:		Date:	

1	[Police Code - Ceasing Acceptance of New Applications for Cannabis Retail Permits]
2	
3	Ordinance amending the Police Code to provide that cannabis retail permit
4	applications will not be accepted <u>by the Office of Cannabis</u> as of <u>during the period</u>
5	<u>between the effective date of this ordinance and December 31, 2027;</u> and affirming the
6	Planning Department's determination under the California Environmental Quality Act.
7	NOTE: Unchanged Code text and uncodified text are in plain Arial font.
8	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. Board amendment additions are in <u>double-underlined Arial font</u> .
9	Board amendment deletions are in strikethrough Arial font. Asterisks (* * * *) indicate the omission of unchanged Code
10	subsections or parts of tables.
11	
12	Be it ordained by the People of the City and County of San Francisco:
13	
14	Section 1. The Planning Department has determined that the actions contemplated in
15	this ordinance comply with the California Environmental Quality Act (California Public
16	Resources Code Sections 21000 et seq.). Said determination is on file with the Clerk of the
17	Board of Supervisors in File No. 200144 and is incorporated herein by reference. The Board
18	affirms this determination.
19	
20	Section 2. Background, Findings, and Purpose.
21	(a) As of February 11, 2020<u>May 9, 2023</u>, the existing cannabis retail industry in San
22	Francisco includes <u>3765</u> operating Storefront Cannabis Retail businesses, 41 <u>15</u> operating
23	Delivery-Only Cannabis Retail businesses, no operating Microbusiness permittees, and no
24	Medicinal Cannabis Retail businesses separate from the Storefront Cannabis Retail and
25	Delivery-Only Cannabis Retail businesses previously listed.

(b) As of February 11, 2020May 9, 2023, there are 14563 pending applications for
Storefront Cannabis Retail business permits, 429 pending applications for Delivery-Only
Cannabis Retail business permits, and 4028 pending applications for Microbusiness permits
(which may authorize any of the full range of Cannabis business activities covered by Article
16, including but not limited to retail activities)that include retail activities. As of February 11,
2020May 9, 2023, there were no32 pending applications for existing Medicinal Cannabis
Retail permitspermit conversion from Article 33 of the San Francisco Health Code to Article 16

8 <u>of the San Francisco Police Code</u>.

9 (c) Based on data from the Office of the Controller regarding profit trends among 10 cannabis retail businesses, it appears doubtful that the San Francisco market can sustain 11 additional Cannabis Retail businesses in a number greater than those already in the 12 application pipeline.

(d) In addition, new applicants for Cannabis Retail business permits slow the pace
of the permitting process for earlier applicants, as limited City resources must be distributed to
process pending applications. Many Equity Program applicants qualify for a reduction or
waiver of permit fees, so the burden of processing additional applications must largely be
borne by scarce General Fund revenues.

(e) The Board of Supervisors finds that the above considerations warrant the City's
 ceasing to accept new applications for Cannabis Business Permits for retail sales – including
 permits for Storefront Cannabis Retail, Delivery-Only Cannabis Retail, Medicinal Cannabis
 Retail, and retail-related Cannabis Microbusiness – as of the effective date of this ordinance.
 Section 3. Article 16 of the Police Code is hereby amended by revising Section 1606
 to read as follows:

25 SEC. 1606. APPLICATIONS FOR CANNABIS BUSINESS PERMITS.

1

* * * *

1	
2	(e) As of the effective date of the ordinance in Board File No. 200144_enacting this subsection
3	(e), the Director shall decline to accept for processing any new applications for Cannabis Business
4	Permits under this Article 16 in the following categories: Cannabis Retailer, Storefront Cannabis
5	Retailer, Delivery-Only Cannabis Retailer, Medicinal Cannabis Retailer, and Cannabis Microbusiness
6	(to the extent relating to retail activity). No later than June 30, 2027, the Controller shall submit
7	to the Board of Supervisors a report that analyzes various impacts of the moratorium on new
8	applications for retail-related Cannabis Business Permits, including its financial impacts on the
9	City and the City's cannabis industry, operational impacts on the Office of Cannabis, and
10	impacts on City neighborhoods.
11	
12	Section 4. Effective Date. This ordinance shall become effective 30 days after
13	enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the
14	ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board
15	of Supervisors overrides the Mayor's veto of the ordinance.
16	
17	Section 5. Scope of Ordinance. In enacting this ordinance, the Board of Supervisors
18	intends to amend only those words, phrases, paragraphs, subsections, sections, articles,
19	numbers, punctuation marks, charts, diagrams, or any other constituent parts of the Municipal
20	Code that are explicitly shown in this ordinance as additions, deletions, Board amendment
21	additions, and Board amendment deletions in accordance with the "Note" that appears under
22	the official title of the ordinance.
23	
24	
25	

1	Section. 6. Sunset Date. This ordinance shall expire by operation of law on December
2	31, 2027. Upon expiration of this ordinance, the City Attorney shall cause subsection (e) of
3	Section 1606 to be removed from the Police Code.
4	
5	APPROVED AS TO FORM:
6	DAVID CHIU, City Attorney
7	By: /s/
8	SARAH CROWLEY Deputy City Attorney
9	n:\legana\as2020\2000113\01681941.docx
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REVISED LEGISLATIVE DIGEST

(6/6/2023, Amended in Board)

[Police Code - Ceasing Acceptance of New Applications for Cannabis Retail Permits]

Ordinance amending the Police Code to provide that cannabis retail permit applications will not be accepted by the Office of Cannabis during the period between the effective date of this ordinance and December 31, 2027; and affirming the Planning Department's determination under the California Environmental Quality Act.

Existing Law

Existing law, in Sections 1606 and 1609 of the Police Code, provides for the Office of Cannabis to accept applications for Cannabis Business Permits on an indefinite basis, with no end date for the office's acceptance of any such applications.

Amendments to Current Law

This ordinance would require the Office of Cannabis to decline to accept for processing, as of the effective date of this ordinance, any new applications for Cannabis Business Permits in the following categories: Cannabis Retailer, Storefront Cannabis Retailer, Delivery-Only Cannabis Retailer, Medicinal Cannabis Retailer, and Cannabis Microbusiness (to the extent relating to retail activity). The ordinance would also require the Controller to submit to the Board of Supervisors by June 30, 2027, a report analyzing various impacts of the moratorium on new applications for retail-related Cannabis Business Permits, including its financial impacts on the City and the City's cannabis industry, operational impacts on the Office of Cannabis, and impacts on City neighborhoods. The moratorium of the acceptance of new applications for Cannabis Business Permits would end on December 31, 2027, allowing the Office of Cannabis to resume accepting new applications as of January 1, 2028.

Background Information

This legislative digest reflects amendments made at the full Board of Supervisors on June 6, 2023, to require the Controller to prepare a report on the impacts of the moratorium, and to provide that the ordinance will sunset on December 31, 2027.

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San Francisco Office of Cannabis

Public Safety & Neighborhood Services Committee – 05/25/2022



Office of Cannabis City and County of San Francisco 49 Sauth Van News Suite 640, San Francisco, CA 94103 (2016) 622 - 0420 afficestcamabissafgov.org https://disgov/departments/office-cannabis.

Presentation Outline

- The Retail Market
- The Permitting Pipeline
- Recommendations







The Retail Market



 33 Businesses • 2 Delivery-Only Retail



 Temporary Cannabis
 • 15 Businesses

 Businesses
 • All Delivery-Only Retail



Medicinal Cannabis Dispensaries · 32 Businesses • All Storefront Retail



Office of Cannabis **City and County of San Francisco** South Van Ness Suite 660, San Francisco, CA 94103 (628) 652 - 0420 officeofcannabisesfaoy.org https://sf.gov/departments/office-cannabi

Retail Permitting Pipeline: Verified Equity Applicants

- Currently there are ~100 applications from verified equity applicants that include a retail component:
 - $63 \rightarrow$ Storefront Retail
 - 9 \rightarrow Delivery-Only Retail
 - $28 \rightarrow$ Microbusiness (including Retail or Delivery-Only Retail)





Retail Permitting Pipeline: Active Legacy Businesses

- There are 71 pending applications for retail from other non-Verified Equity Applicants:
 - ~24 are inactive and very unlikely to pursue a permit from the OOC
 - 47 are currently legally operating businesses with provisional permits from other agencies. They are very likely to pursue a permanent permit from the OOC
 - 32 are active Medical Cannabis Dispensaries
 - 15 are active Delivery only operations
 - The majority of these applications are waiting to start the permitting process or in the early stages (per permitting Tiers in Article 16)



Retail Permitting Pipeline: Processing Timelines*

- Verified Equity Applicants:
 - Processing Average Since May 2018: ~18 months
 - More Recent Processing Speed: ~9-12 months

- Legacy Businesses
 - Dependent on the progress of applications submitted by VEAs
- * These timelines are just for the OOC; they do not include processing times for other City departments



Recommendations from OOC

- Include of a sunset date for a future point in time (2-3 years)
- Provide all Verified Equity Applicants and those seeking to become verified with an additional six months after the date of enactment to submit a cannabis business application for retail activity.
 - Currently, there are 292 Verified Equity Applicants and 5 in the process of being verified who have not submitted cannabis business permit applications.



Thank You!

Contact Information:

officeofcannabis@sfgov.org (628) 652-0420

San Francisco Office of Cannabis

49 South Van Ness, Suite 660 San Francisco, California 94103



Office of Cannabis City and County of San Francisco 49 South Van New Suite 660, San Francisco, CA 94103 (c) (628) 652 - 0420 C) diffeotionnabissefgov.org https://disgov/department/c/disec-cannabis.

City and County of San Francisco Cannabis Oversight Committee



April 17, 2020 1 Dr. Carlton B. Goodlett Place City Hall, Room 244 San Francisco, Ca. 94102-4689

To the Honorable Board of Supervisors:

The San Francisco Cannabis Oversight Committee sincerely hopes that this letter finds all of you in good health and that your loved ones are safe and healthy in this time of COVID-19. We are aware of the sensitivity of this time period and want to acknowledge the many challenges facing the City and express our gratitude for your offices taking the time to review our recommendations regarding the language set forth in Ordinance (File#200144) to Cease Acceptance of New Applications for Cannabis Retail Permits.

The Cannabis Oversight Committee discussed this proposal at length and took public comment during its regular committee meeting on March 3, 2020. Committee members agreed that a moratorium would be more appropriate than an indefinite stoppage of permit application submissions. Upon request, the Office of Cannabis (OOC) offered insight on an appropriate moratorium timeframe based on the current number of applications in the queue and based on the length of time it takes to process an application which is anywhere from 18 to 24 months. As a result of these discussions, the Cannabis Oversight Committee submits to the Board of Supervisors the following concerning San Francisco Police Code Section 1606(e):

Recommendation:

(e) As of the effective date of the ordinance in Board File No. 200144 enacting this subsection (e), the Director shall decline to accept for processing any new applications for Cannabis Business Permits under this Article 16 in the following categories: Cannabis Retailer, Storefront Cannabis Retailer, Delivery-Only Cannabis Retailer, Medicinal Cannabis Retailer, and Cannabis Microbusiness (to the extent relating to retail activity) <u>until after two years following the enactment of Board File No. 200144 or once the number of equity storefront retailers is equal to the number of pre-existing cannabis storefront businesses.
</u>

Although the Committee recommends such a moratorium (motion approved with four Ayes: Jamalian, Flynn, Stout, Richard; two Nayes: Parks & Cry), we want your offices to be aware that the comments from the community expressed a great concern that the process into permit and licensure is still inequitable and that ceasing to provide an opportunity to submit applications does not help to make a more equitable playing field for people who have been harmed by the "War on Drugs." Community members shared that those harmed by the "War on Drugs" are trying to play catch up in acquiring knowledge and skill sets to set up businesses in a heavily regulated cannabis industry.

The Cannabis Oversight Committee would like to work closely with both Supervisors Safai and Walton's offices to support the development of more innovative solutions.

Thank you for your time and consideration.

Sincerely, Nina Parks Chair On Behalf of the San Francisco Cannabis Oversight Committee



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

February 19, 2020

File No. 200144

Lisa Gibson Environmental Review Officer Planning Department 1650 Mission Street, 4th Floor San Francisco, CA 94103

Dear Ms. Gibson:

On February 11, Supervisor Walton introduced the following legislation:

File No. 200144

Ordinance amending the Police Code to provide that cannabis retail permit applications will not be accepted as of the effective date of this Ordinance; and affirming the Planning Department's determination under the California Environmental Quality Act.

This legislation is being transmitted to you for environmental review.

Angela Calvillo, Clerk of the Board

By: John Carroll, Assistant Clerk Public Safety and Neighborhood Services Committee

Attachment

c: Devyani Jain, Deputy Environmental Review Officer Joy Navarrete, Environmental Planner Don Lewis, Environmental Planner

> Not defined as a project under CEQA Guidelines Sections 15378 and 15060(c)(2) because it would not result in a direct or indirect physical change in the environment.

2/28/2020

Joy Navarrete



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

MEMORANDUM

- TO: William Scott, Chief, Police Department Marisa Rodriguez, Director, Office of Cannabis Ben Rosenfield, City Controller
- FROM: John Carroll, Assistant Clerk, Public Safety and Neighborhood Services Committee, Board of Supervisors
- DATE: February 19, 2020

SUBJECT: LEGISLATION INTRODUCED

The Board of Supervisors' Public Safety and Neighborhood Services Committee has received the following proposed legislation, introduced by Supervisor Walton on February 11, 2020:

File No. 200144

Ordinance amending the Police Code to provide that cannabis retail permit applications will not be accepted as of the effective date of this Ordinance; and affirming the Planning Department's determination under the California Environmental Quality Act.

If you have any comments or reports to be included with the file, please forward them to me at the Board of Supervisors, City Hall, Room 244, 1 Dr. Carlton B. Goodlett Place, San Francisco, CA 94102.

c: Rowena Carr, Police Department Asja Steeves, Police Department Ray Law, Office of Cannabis Todd Rydstrom, Office of the Controller Peg Stevenson, Office of Controller



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

MEMORANDUM

- TO: Regina Dick-Endrizzi, Director Small Business Commission, City Hall, Room 448
- FROM: John Carroll, Assistant Clerk, Public Safety and Neighborhood Services Committee, Board of Supervisors
- DATE: February 19, 2020
- SUBJECT: REFERRAL FROM BOARD OF SUPERVISORS Public Safety and Neighborhood Services Committee

The Board of Supervisors' Public Safety and Neighborhood Services Committee has received the following legislation, which is being referred to the Small Business Commission for comment and recommendation. The Commission may provide any response it deems appropriate within 12 days from the date of this referral.

File No. 200144

Ordinance amending the Police Code to provide that cannabis retail permit applications will not be accepted as of the effective date of this Ordinance; and affirming the Planning Department's determination under the California Environmental Quality Act.

Please return this cover sheet with the Commission's response to me at the Board of Supervisors, City Hall, Room 244, 1 Dr. Carlton B. Goodlett Place, San Francisco, California 94102.

RESPONSE FROM SMALL BUSINESS COMMISSION - Date:

No Comment

____ Recommendation Attached

Chairperson, Small Business Commission



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

February 19, 2020

File No. 200144

Lisa Gibson Environmental Review Officer Planning Department 1650 Mission Street, 4th Floor San Francisco, CA 94103

Dear Ms. Gibson:

On February 11, Supervisor Walton introduced the following legislation:

File No. 200144

Ordinance amending the Police Code to provide that cannabis retail permit applications will not be accepted as of the effective date of this Ordinance; and affirming the Planning Department's determination under the California Environmental Quality Act.

This legislation is being transmitted to you for environmental review.

Angela Calvillo, Clerk of the Board

By: John Carroll, Assistant Clerk Public Safety and Neighborhood Services Committee

Attachment

c: Devyani Jain, Deputy Environmental Review Officer Joy Navarrete, Environmental Planner Don Lewis, Environmental Planner

From:	Tony Bowles
To:	Board of Supervisors (BOS)
Subject:	Concerns Regarding Cannabis Retail Application Amendment
Date:	Tuesday, June 6, 2023 10:00:33 AM

This message is from outside the City email system. Do not open links or attachments from untrusted sources.

Dear Members of the Board of Supervisors,

I am writing to express my concerns regarding the upcoming vote on the amendment to the Cannabis Ordinance in San Francisco. I understand that the board is considering whether or not to cease accepting any more Cannabis retail applications in the city due to concerns of over saturation and the current economic climate. While I recognize the need to address these issues, I believe that the current approach raises several concerns that need to be taken into account.

Firstly, I am troubled by the exclusion of the recommendations made by the Office of Cannabis. The Office of Cannabis, as an authoritative body on this matter, has put forth two remedies to amend the language of the ordinance. These recommendations propose reopening applications in two to three years and implementing a delayed start for equity applicants, beginning six months after the approval date. These suggestions demonstrate a thoughtful approach to balancing the concerns of over saturation while ensuring equitable access to opportunities in the cannabis industry.

I firmly believe that the Board of Supervisors should consider and include the amendments proposed by the Office of Cannabis. Their expertise and understanding of the industry make their recommendations invaluable in shaping fair and effective policies. It is essential that the board take into account the insights and expertise of the Office of Cannabis to ensure the best possible outcome for all stakeholders involved.

Furthermore, I am concerned about the lack of participation from the new appointees of the Cannabis Oversight Committee. It is my understanding that this committee has not yet convened, and their exclusion from the decision-making process on this important matter is troubling. In the interest of transparency and inclusivity, it is crucial that the board engages the new appointees and allows them to contribute their perspectives before finalizing any decisions regarding cannabis retail applications.

In conclusion, I urge the Board of Supervisors to carefully consider the recommendations put forth by the Office of Cannabis and to include them as amendments to the Cannabis Ordinance. Additionally, I implore you to ensure the participation of the new appointees of the Cannabis Oversight Committee in the decision-making process. By doing so, you will demonstrate a commitment to fairness, transparency, and effective governance.

Thank you for your attention to this matter. I trust that you will consider my concerns and take the necessary steps to address them appropriately. Should you require any further information or wish to discuss this matter, please do not hesitate to contact me.

Thanks sincerely,

Tony Bowles 202-509-6119 Chair, Bay Area ASA <u>www.safeaccessnow.org</u> Customer Support Specialist, Sava <u>www.getsava.com</u>

From:	David Goldman
To:	Board of Supervisors (BOS)
Subject:	re: Safai's legislation on cannabis
Date:	Tuesday, June 6, 2023 8:03:48 AM

This message is from outside the City email system. Do not open links or attachments from untrusted sources.

Dear Supervisors:

The Brownie Mary Democratic Club of San Francisco supports a moratorium, not a permanent baa. We support Safai's legislation provided it has a provision to have the consequences of the legislation evaluated in about 3 to 5 years, in order to allow the legislation to sunset if circumstances warrant, or have it extended if circumstances warrant.

Please do not support this legislation unless a sunset provision is included.

Thank you.

Sincerely,

David Goldman President, San Francisco Chapter Brownie May Democratic Club Brownie Many SPé gmall.com Impr_wind aroum melok-V____www.kommiemarydemclub.com____YXArOnNmZHQyOmEeboodY2YADD94YJE2N2Y3MTI-SNDFin/YQ02TgsAf2M5Y4QyYT0500jgyATT6MmM4N2RjOTJNDYjZWtxOTM0NWFmYjBhM2U3MGPi/ZTYwAPU3Mjh/ZTM4NzFeZDAOYWJmMjE0/ZTVIMTM10WEyZTgsA00 Instgarm: @hmd415 m: 415728-7631

From:	Tom Schmidt
To:	Mandelman, Rafael (BOS); Board of Supervisors (BOS)
Subject:	Vote NO: City and County of San Francisco - File #: 200144
Date:	Saturday, June 3, 2023 4:33:41 PM

This message is from outside the City email system. Do not open links or attachments from untrusted sources.

Rafael, BoS,

Please vote NO on this. It's anticompetitive and pandering. Contrary to the entrepreneurial culture of SF.

Tom Schmidt Corona Heights

City and County of San Francisco - File #: 200144

https://sfgov.legistar.com/LegislationDetail.aspx?ID=4332724&GUID=B1DE4454-2D50-4F02-B8C0-F9D30D273197



SF Board of Supervisors

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102

Subject: Support For Ordinance 200144

Dear Board Of Supervisors,

As the CEO and equity applicant of the California Street Cannabis Co. and as a member to be appointed to Seat 13 of the Cannabis Oversight Committee, I would like to express my support for the newly reintroduced ordinance that provides that new commercial cannabis business applications for cannabis retail not be accepted by the City for processing if the proposed legislation passes. My support of ordinance 200144 is out of deep and sincere concern for the survival of the existing equity cannabis businesses in our city, however, my concern with the current text of the ordinance is that there is no language clarifying that the ordinance is not promoting a ban, but rather a pause. I would like to suggest that there be clear language added, now or in the near future, that allows the proposed halt to be lifted if the controllers report provides sufficient data indicating a significant improvement in the local cannabis market.

Thank you, Drakari Donaldson CEO California Street Cannabis Co.



SF Board of Supervisors

City Hall 1 Dr. Carlton B. Goodlett Place San Francisco, CA 94102

<u>Carroll, John (BOS)</u>
Jon Heredia
Board of Supervisors (BOS)
RE: Public comment re: 200144
Thursday, May 25, 2023 2:38:00 PM
image001.png

Thank you for your message.

By copy of this message to the <u>board.of.supervisors@sfgov.org</u> email address, your comments will be forwarded to the full membership of the Board of Supervisors, and I am adding your comments to the file for this ordinance.

BOS File No. 200144.

John Carroll Assistant Clerk Board of Supervisors San Francisco City Hall, Room 244 San Francisco, CA 94102 (415)554-4445

Click <u>here</u> to complete a Board of Supervisors Customer Service Satisfaction form.

The Legislative Research Center provides 24-hour access to Board of Supervisors legislation and archived matters since August 1998.

Disclosures: Personal information that is provided in communications to the Board of Supervisors is subject to disclosure under the California Public Records Act and the San Francisco Sunshine Ordinance. Personal information provided will not be redacted. Members of the public are not required to provide personal identifying information when they communicate with the Board of Supervisors and its committees. All written or oral communications that members of the public submit to the Clerk's Office regarding pending legislation or hearings will be made available to all members of the public for inspection and copying. The Clerk's Office does not redact any information that a member of the public elects to submit to the Board and its committees—may appear on the Board of Supervisors website or in other public documents that members of the public or copy.

-----Original Message-----From: Jon Heredia <jon.heredia@gmail.com> Sent: Thursday, May 25, 2023 8:41 AM To: Carroll, John (BOS) <john.carroll@sfgov.org> Subject: Public comment re: 200144

This message is from outside the City email system. Do not open links or attachments from untrusted sources.

My comment is in support of ceasing acceptance of new cannabis retail applications.

Current retail businesses in SF, many of whom are owned and operated by social equity applicants are struggling to stay open for a multitude of reasons. Security, taxes, lack of banking. But what is unique to large cities like San Francisco is the over-saturation of retail locations. There are already too many open retail stores per ratio to individual per square block. Retail stores are competing for the shrinking number people who live and work here, let alone the people who use cannabis.

Unless the city can attract more tourists or folks from surrounding counties to come and spend in San Francisco, it looks extremely bleak for current retail stores without some sort of retail advantage. For these reasons, I support the ceasing of accepting new cannabis retail applications.

- Jon Heredia

May 25, 2023

Public Safety and Neighborhood Services Committee Members: Catherine Stefani, Joel Engardio, Matt Dorsey Public Comment Item #4, File # 200144 (Clerk, please read during public comment if that's allowed)

Dear Committee Members,

We write to urge you to not recommend/approve the legislation to stop new cannabis retail applications for the following reasons:

- This policy harms the social equity movement, by stopping it. Reefer madness continues, with it's negative minority group implications and new dog whistle called "saturation".
- The Cannabis Committee includes stakeholders from equity applicants, business owners, labor representatives, subject matter experts, among others, provides recommendations to the Board on cannabis policy. Their recommendation, attached to this file, explains either a two year moratorium, or until retail parity is met.
- The original file asks for the Small Business Commission's input.
- Supervisor Safai said that Cannabis Retailers Alliance lobbied him for this legislation. That lobbying group includes mostly white males preserving their own economic interests.
- If there's saturation, then why does members of the Retailers Alliance continue to open retail shops in the City? If saturation exists, then why aren't new retailers actually closing? This is a smokescreen for a lobbying group to seek a government bailout and intervention. Shouldn't market forces dictate successful businesses? If a restaurant struggles, will the Board intervene and say there's too many restarants and no new ones should open?
- Allowing vulnerable populations and minority groups to open businesses is a good thing!
 Opening vacant commercial spaces is a good thing! Jobs are a good thing! This policy stops that and disproportionately harms opportunities for minority groups.
- It would be better policy to write a report to analyze if saturation actually exists. Everything
 else is talk without back up.

Please use your common sense to advance good policy and to stop bad ones. Don't get sucked into this smokescreen, negative politics, and attempt to railroad processes for unbecoming reasons.

Please protect/strengthen social equity and economic opportunity for vulnerable populations and City residents. Resist goliath, protect david. It's more important now than ever.

Thank you, Coalition of concerned San Franciscans

Print Form	
Introduction Form By a Member of the Board of Supervisors or Mayor SANFRAM	
I hereby submit the following item for introduction (select only one): $2020 \text{ FEB} \left[\frac{1 \text{ me}}{\text{or me}} \right]$	stamp eting date 3
✓ 1. For reference to Committee. (An Ordinance, Resolution, Motion or Charter Amendment).	
2. Request for next printed agenda Without Reference to Committee.	
3. Request for hearing on a subject matter at Committee.	
4. Request for letter beginning :"Supervisor	inquiries"
5. City Attorney Request.	
6. Call File No. from Committee.	
7. Budget Analyst request (attached written motion).	
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 proposed legislation should be forwarded to the following Small Business Commission Youth Commission Planning Commission Building Inspection Commission Note: For the Imperative Agenda (a resolution not on the printed agenda), use the Imperative For the Imperative Agenda (a resolution for the printed agenda).	ssion
Sponsor(s):	r 01 m.
Supervisor Walton, Safai	99 - 99 - 99 - 99 - 99 - 99 - 99 - 99
Subject:	
Police Code - Ceasing Acceptance of New Applications for Cannabis Retail Permits	
The text is listed:	
Ordinance amending the Police Code to provide that cannabis retail permit applications will not be a effective date of this ordinance; and affirming the Planning Department's determination under the C Environmental Quality Act.	*
Signature of Sponsoring Supervisor:	
For Clerk's Use Only	