

1 [Accept and Expend Grant - Retroactive - The Board of State and Community Corrections -
2 Proposition 64 Public Health and Safety Grant Program - \$3,000,000]

3 **Resolution retroactively authorizing the Office of Cannabis to accept and expend a**
4 **grant award in the amount of \$3,000,000 from the Board of State and Community**
5 **Corrections for the Proposition 64 Public Health and Safety Grant Program for a term of**
6 **May 1, 2023, through October 31, 2028; and authorizing the Office of Cannabis to**
7 **execute the agreement with the Board of State and Community Corrections, and any**
8 **extensions, amendments, or contracts subsequent thereto on behalf of the City and**
9 **County of San Francisco.**

10
11 WHEREAS, California voters approved Proposition 64, the Control, Regulate and Tax
12 Adult Use of Marijuana Act (“Proposition 64”) in November of 2016 which legalized adult use
13 cannabis in California for individuals 21 years of age and older; and

14 WHEREAS, The City and County of San Francisco desires to participate in the
15 Proposition 64 Public Health and Safety Grant Program funded through the California State
16 and Local Government Law Enforcement Account and administered by the Board of State and
17 Community Corrections (“BSCC”); and

18 WHEREAS, The San Francisco Office of Cannabis (“Office of Cannabis”) operates a
19 local equity program for commercial cannabis activity, created by Ordinance No. 230-17,
20 approved December 6, 2017, effective January 5, 2018; and

21 WHEREAS, In December 2022, the Office of Cannabis submitted to BSCC an
22 application for a grant from the Proposition 64 Public Health and Safety Grant program to
23 support the Office of Cannabis’ efforts to address public health and safety associated with the
24 implementation of Proposition 64; and

1 WHEREAS, In April 2023, BSCC awarded the Office of Cannabis a grant of \$3,000,000
2 in funds to support its efforts to address public health and safety associated with the
3 implementation of Proposition 64 for a grant term extending from May 01, 2023, through
4 October 31, 2028; and

5 WHEREAS, The Office of Cannabis intends to use the awarded grant funds to address
6 public health and safety associated with the implementation of Proposition 64 by
7 strengthening compliance, enforcement, and inspection efforts as described in its application
8 for grant funds; now, therefore, be it

9 RESOLVED, That the Office of Cannabis is hereby authorized on behalf of the City and
10 County of San Francisco to accept and expend up to \$3,000,000 of funds from BSCC to
11 address public health and safety associated with the implementation of Proposition 64; and,
12 be it

13 FURTHER RESOLVED, That the grant funds received hereunder shall not be used to
14 supplant expenditures controlled by this body; and, be it

15 FURTHER RESOLVED, That the Deputy City Administrator is authorized to execute
16 the attached Grant Agreement with the BSCC and any extensions, amendments, and
17 contracts subsequent thereto on behalf of the Office of Cannabis and the City and County of
18 San Francisco, and the City and County of San Francisco agrees to abide by the terms and
19 conditions of the Grant Agreement; and be it

20 FURTHER RESOLVED, That the grant budget includes a provision for indirect costs of
21 \$0, but the BSCC may approve inclusion of certain indirect costs in the grant budget; and, be
22 it

23 FURTHER RESOLVED, That the Board of Supervisors hereby approves inclusion of
24 indirect costs in the grant budget in any amount between \$0 and \$300,000 and, be it
25

1 FURTHER RESOLVED, That within thirty (30) days of the Grant Agreement being fully
2 executed by all parties, the Director of the Office of Cannabis shall provide a copy to the Clerk
3 of the Board of Supervisors for inclusion in the official file.

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Recommended: _____ /s/ _____

NIKESH PATEL
Director, Office of Cannabis

Approved: _____ /s/ _____

LONDON N. BREED
Mayor

Approved: _____ /s/ _____

BEN ROSENFELD
Controller