1	BY AUTHORITY
2	ORDINANCE NO. COUNCIL BILL NO. CB22-0960
3	SERIES OF 2022 COMMITTEE OF REFERENCE:
4	BUSINESS, ARTS, WORKFORCE & AVIATION SERVICES
5	<u>A BILL</u>
6 7 8 9	For an ordinance amending Article V of Chapter 6 and Article II of Chapter 32 of the Denver Revised Municipal Code to amend provisions relating to marijuana transporter and delivery provisions, marijuana business fees, and providing for clarifying changes.
10	BE IT ENACTED BY THE COUNCIL OF THE CITY AND COUNTY OF DENVER:
11	Section 1. Article V of Chapter 6 shall be amended by adding the language underlined and
12	deleting the language stricken, to read as follows:
13	Sec. 6-210. – Marijuana delivery permits.
14	(a) <i>Marijuana Delivery – authorized.</i> Beginning July 1, 2021, local marijuana delivery permits
15	may be issued to a medical or retail marijuana store or a medical or retail marijuana transporter in
16	order to deliver regulated marijuana to private residences of customers and patients, subject to the
17	provisions the Colorado Marijuana Code and the provisions of this section. <u>Subject to the provisions</u>
18	of this article and the provisions of the Colorado Marijuana Code, local marijuana delivery permits
19	may be issued to a:
20	(1) Medical marijuana store to accept orders for delivery of regulated marijuana to
21	patients at a private residence by a medical marijuana transporter with a valid delivery permit; or
22	(2) Retail marijuana store to accept orders for delivery of regulated marijuana to
23	consumers at a private residence by a retail marijuana transporter with a valid delivery permit; or
24	(3) Medical marijuana transporter who qualifies as a social equity applicant as defined
25	in this article to contract with a medical marijuana store with a valid delivery permit to deliver
26	regulated marijuana to private residence of patients; or
27	(4) Retail marijuana transporter who qualifies as a social equity applicant as defined
28	in this article to contract with a retail marijuana store with a valid delivery permit to deliver regulated
29	marijuana to private residence of consumers.
30	(b) Delivery permit restrictions. The following restrictions shall be placed on marijuana
31	delivery permits issued pursuant to this article V:
32	(1) Prior to July 1, 2024, <u>O</u>o nly medical or retail marijuana transporters who qualify as
33	a social equity applicant as defined in this article and hold a valid license and a delivery permit
34	issued pursuant to this article V may deliver regulated marijuana to private residences of customers 1

1 and patients, subject to the provisions the Colorado Marijuana Code.

2 (2) On and after July 1, 2024, all medical and retail marijuana transporters and medical
3 and retail marijuana stores holding a valid license and a delivery permit issued pursuant to this
4 article V may deliver regulated marijuana to private residences of customers and patients, subject
5 to the provisions the Colorado Marijuana Code.

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Sec. 6-219. - Transfers of ownership.

(c) Delivery permits held by transporter licensees. Delivery permits associated with a
 transporter license are only transferrable to a person who qualifies as a social equity applicant as
 defined in this article. Any delivery permit associated with a transporter license that is transferred to
 a person who is not a social equity applicant shall be deemed null and void, together with all the
 privileges associated with it.

12 (c) (d) Application requirements. All applications to transfer ownership of a local medical or 13 retail marijuana business license shall be made in the manner provided by the director. In addition 14 to information required by chapter 32 of this Code, the application shall contain any supplemental 15 materials the director deems necessary to implement or enforce this article V and the Colorado 16 Marijuana Code.

- (d) (e) Corresponding state license. The director shall not approve an application to transfer
 ownership of a local medical or retail license unless the applicant produces written documentation
 from the state licensing authority approving the same transfer of ownership of the corresponding
 state license recorded upon the face of the local license.
- (e) (f) Common ownership. If one (1) or more licenses share the same licensed premises, an
 application to transfer ownership of any one of the licenses shall not be approved if the transfer
 would result in that license no longer having common ownership with the licenses sharing the same
 licensed premises.

(f) (g) Effect of transfers on proximity and location restrictions. The transfer of ownership of
 a medical or retail marijuana business license shall not affect any exemption that the licensed
 premises may enjoy from proximity or location restrictions set forth in this article V.

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Sec. 6-223. - Causes for denial.

(a) In addition to the grounds set forth in the Colorado Marijuana Code and chapter 32 of this
Code, any application submitted pursuant to this article V shall be denied if:

(2) The <u>Director determines after review of the entire record, that the</u> applicant or
 licensee <u>has faileds</u> to prove by a preponderance of the evidence that the reasonable requirements
 of the neighborhood and the desires of the adult inhabitants therein support the issuance of a

- 1 medical or retail marijuana store license;
- (10) The applicant or licensee has <u>a license history that does not warrant the</u>
 <u>confidence of the Director that the applicant or licensee will operate lawfully based on prior violated</u>
 <u>violations</u> or <u>has failed failures</u> to comply with any applicable regulatory or administrative provisions
 of state or local laws regulating marijuana, or rules and regulations adopted pursuant thereto; or
- 6 Sec. 6-224. Unlawful acts.

(e) Prior to January 1, 2024, i <u>I</u>t shall be unlawful for any person to deliver regulated marijuana
 within the city without first obtaining a <u>the required</u> medical or retail marijuana transporter license
 from the department and a corresponding delivery permit. On and after January 1, 2024, it shall be
 unlawful for any person to deliver regulated marijuana within the city without first obtaining a medical
 or retail marijuana transporter license from the department and corresponding marijuana delivery
 permit or medical or retail marijuana store license from the department and corresponding marijuana
 delivery permit.

- Section 2. Amend Article 2 of Chapter 32 by adding the language underlined and deleting
 the language stricken, to read as follows:
- 16 Sec. 32-92. Cannabis Licensing.
- (a) Application and license fees for medical marijuana businesses and medical marijuana off premises storage facilities shall be as follows:
- 19 (3) Annual license fee for medical marijuana businesses, excluding medical marijuana
 20 <u>transporters</u>:
- 21 a. Social equity applicants\$1,500.00 22 b. Non-social equity applicants3,000.00 23 (4) Annual license fee for medical marijuana transporters: a. Social equity applicants \$200.00. The annual license fee shall be waived 24 25 upon initial application for a new license 26 b. Non-social equity applicants3,000.00 27 (4) (5) Annual license fee for medical marijuana off-premises storage facility: 28 a. Social equity applicants\$250.00. The annual license fee shall be waived 29 upon initial application for a new license 30 b. Non-social equity applicants500.00 31 (5) (6) Criminal background check feeactual costs (6) (7) Transfer of ownership fee\$250.00, plus actual cost of background check 32
- 33 (7) (8) Change of location fees:

1	a. Medical marijuana stores\$1,500.00
2	b. All other medical marijuana business licenses1,000.00
3	(8) (9) Modification of premises\$300.00
4	(b) Application and license fees for retail marijuana businesses and retail marijuana off-
5	premises storage facilities shall be as follows:
6	(2) Application fee for retail marijuana off-premises storage facility:
7	a. Social equity applicants (The annual license fee shall be waived upon
8	application for a new license)\$0.00
9	b. Non-social equity applicants500.00
10	(3) Annual license fee for retail marijuana businesses <u>, excluding retail marijuana</u>
11	transporters:
12	a. Social equity applicants . (The annual license fee shall be waived upon
13	application for a new license)\$2,500.00. The annual license fee shall be waived upon initial
14	application for a new license
15	b. Non-social equity applicants5,000.00
16	(4) Annual license fee for marijuana hospitality business and retail marijuana
17	hospitality and sales business\$2,000.00
18	(5) Annual license fee for retail marijuana transporters
19	a. Social equity applicants \$200.00. The annual license fee shall be waived
20	upon initial application for a new license
21	b. Non-social equity applicants 5,000.00
22	(5) (6) Annual license fee for retail marijuana off-premises storage facility:
23	a. Social equity applicants\$250.00 <u>. The annual license fee shall be waived</u>
24	upon initial application for a new license
25	b. Non-social equity applicants500.00
26	(6) (7) Criminal background check feeactual costs
27	(7) <u>(8)</u> Transfer of ownership fee\$ 250.00, plus actual cost of background check
28	(8) <u>(9)</u> Change of location fees:
29	a. Retail marijuana stores, marijuana hospitality businesses, and retail
30	marijuana hospitality and sales businesses\$1,500.00
31	b. All other retail marijuana business licenses1,000.00
32	(9) (10) Modification of premises\$300.00
33	(c) Application and license fees for marijuana delivery permits shall be as follows:

1	(1) Application fee for marijuana delivery permits: \$25.00
2	a. Social equity applicants \$0.
3	b. Non-social equity applicants 500.00.
4	(2) License fee for marijuana delivery permits\$ 2,000.00 <u>25.00</u> .
5	(5) Fee for adding a motor vehicle(s) after initial permitting\$25.00 per vehicle.
6	COMMITTEE APPROVAL DATE: August 31, 2022
7	MAYOR-COUNCIL DATE: September 6, 2022 by Consent
8	PASSED BY THE COUNCIL:
9	
10	APPROVED: MAYOR
11 12 13	ATTEST: CLERK AND RECORDER, EX-OFFICIO CLERK OF THE CITY AND COUNTY OF DENVER
14	NOTICE PUBLISHED IN THE DAILY JOURNAL:;;
15	PREPARED BY: Reginald Nubine, Assistant City Attorney, and Gennevieve St. Leger, Assistan
16	City Attorney DATE: September 8, 2022
17 18 19 20	Pursuant to section 13-9, D.R.M.C., this proposed ordinance has been reviewed by the office of the City Attorney. We find no irregularity as to form, and have no legal objection to the proposed ordinance. The proposed ordinance is <u>not</u> submitted to the City Council for approval pursuant to § 3.2.6 of the Charter.
21	Kristin Bronson, Denver City Attorney
22	BY:, Assistant City Attorney DATE: Sep 8, 2022