

Initiative 300 Update

Excise and Licenses/
Office of Marijuana Policy

Marijuana Special Issues Committee
May 1, 2017

Summary of I-300



What?

 Purpose is to allow persons in the city to obtain a cannabis consumption permit to operate a designated consumption area (DCA) at any type of business or event.

Where?

- May be permanent or temporary (including outdoors).
- Does not require additional zoning permits, but shall be permitted where the underlying business or event is permitted.
- Unlike other MJ establishments, the only proximity restriction is 1,000 feet from schools.

· When?

- Allowed to operate between 7 a.m. and 2 a.m.
- A permit shall be valid for one year from the date of issuance or such shorter or non-consecutive times.

How?

- Application shall contain evidence of community support or "non-opposition."
- Outdoor smoking occurring at ground level cannot be visible by the public or from a place where children congregate.
- Must provide proof of possession, a criminal background check, a responsible operations plan, among other things.

· How much?

- Permit and application fees shall be set by City Council.
- Until City Council sets a different fee, the annual fee shall be \$1,000 and the application fee shall be \$1,000.



- In November 2016 Denver voters approved <u>Initiative 300</u>, granting individuals the ability to apply for a permit to operate a designated consumption area at any type of business or event.
- Adoption of rules and regulations is the responsibility of EXL per a public hearing process allowing for review and comment.
- In December 2016 EXL provided an update to you
 - CAO addressed legal issues
 - EXL/OMP provided an aggressive timeline for implementation



Advisory Committee Members

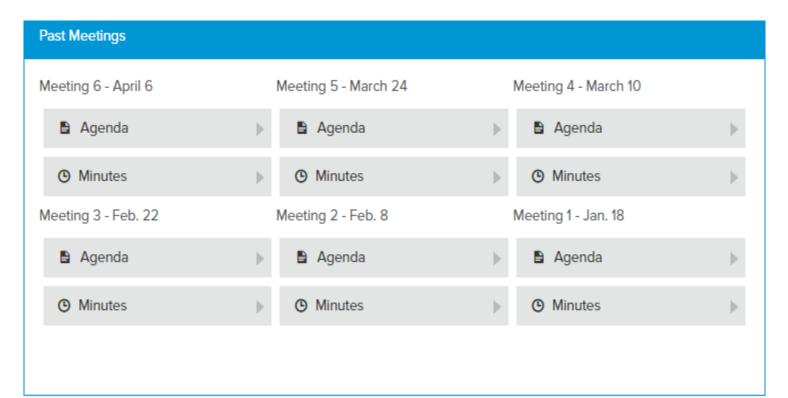
- Co-Chair: Ashley Kilroy (Executive Director, Denver of Excise & Licenses)
- Co-Chair: Molly Duplechian (Denver Office of Marijuana Policy)
- Kendra Black (Denver City Council)
- Mary Beth Susman (Denver City Council)
- Deputy Chief David Quinones (Denver Police Department)
- Marley Bordovsky (Denver City Attorney's Office)
- Jude Del Hierro (Community Representative)
- Sam Kamin (Professor, Denver University Sturm College of Law)
- Kristi Kelly (Marijuana Industry Group)
- Dan Landes (Business representative)
- Fran Lanzer (Mothers Against Drunk Driving)
- Aubrey Lavizzo (Community representative)
- Amber Leytem (Denver Public Schools)
- Amie Mayhew (Colorado Hotel and Lodging Association)
- Karin McGowin (Colorado Department of Public Health and Environment)
- Maureen McNamara (Cannabis Trainers)
- Rachel O'Bryan (Protect Denver's Atmosphere)
- Jordon Person (Denver NORML)
- Emmett Reistroffer (Denver Relief Consulting/Yes on 300)
- Sonia Riggs (Colorado Restaurant Association)
- Margie Valdez (Inter-Neighborhood Cooperation)
- Kobi Waldfogel (Event planning representative)



Advisory Committee Meetings



Business Licensing Center / Marijuana Licenses / Social Consumption





Next Steps: <u>**TENTATIVE**</u> timeline

Late April: Internal review process Week of May 8th: Post draft rules and regulations

Early June:
Public
Hearing

June: Adopt final rules and regulations

Late June: Complete internal business processes

July: Begin accepting applications





The EXL rules shall not "frustrate the intent" of the ordinance

** Balanced with **

- State and local law prohibit open and public consumption of MJ
- State prohibits consumption of MJ on liquor-licensed premises
- Colorado Clean Indoor Act
 - > Prohibits smoking indoors
 - > Doesn't prohibit vaping or edibles
 - > Doesn't apply if less than 3 employees (includes volunteers)
- Federal Guidance strict rules and robust enforcement

Ideas . . .

Yoga Studio

Fridays vaping & edibles

Coffee
Shop daily
smoking on
patio

Special Event
Warehouse

vaping & edibles (maybe smoking if < 3 employees)

Restaurant/Bar monthly MJ nights, after storing liquor and "delicensing"

Bookstore

children
present, but
vaping in
separate room
not viewable

10 Special
Events
Private
Parking Lot
smoking,

tour buses

Event Centers

vaping and edibles indoors

Special Event
in **Parking**Lot
next to **Bar**during
games

Amusement Facilities

after business hours **Craft Studio**

classes and periodic smoking outside

Special Event

adjacent to a liquor licensed event Special Event neighborhood **Private Pool**



Detailed Summary of Proposed R&Rs

- Summary attached to <u>Advisory Committee Meeting #6 Agenda</u>
 - ➤ Still in the drafting phase
 - ➤ Not the detailed language that will be used in the draft nor in the final rules and regulations to be adopted
 - Changes to the proposed rules and regulations should be expected as the draft receives additional feedback as it moves through the process
- Reviewed with the Advisory Committee on April 6, 2017
 - ➤ Every recommendation received either unanimous consensus from the committee or majority consensus
- Posted online for about a month
 - > Receiving comments
- The summary also includes a high-level, short-hand explanation of the policy for some of the proposed rules and regulations, but is not a complete analysis of all the pros and cons associated with each rule or regulation.



Policy Area: STATE PROHIBITION ON OPEN AND PUBLIC

Ordinance	Rule
Modified "openly" to not include the consumption of marijuana occurring within a permitted DCA.	"Public Place" = a place to which the public or a substantial number of the public have access <u>without</u> <u>restriction.</u>
❖ Ensure outside smoking of cannabis occurring at street level is not visible from a public- right-of-way or a place where children congregate	 ❖A Cannabis Consumption Permit shall only be issued for a designated consumption area (DCA) that: Is restricted to ages 21 years and older Is not visible to the public from a public place Has constant monitoring at the entrance for 21+ Requires patrons to sign a waiver upon entry Other restrictions/requirements ✓ Advertising ✓ Visibility ✓ Signage



Policy Area: STATE PROHIBITON ON DUAL CONSUMPTION

Ordinance	Proposed Rules
Evidence of community support may include additional operational requirements <u>such as guidelines for</u>	Unlawful to permit the consumption of alcohol within a DCA.
prohibition of consumption of both alcoho and marijuana, addressing concerns about driving under the influence, a plan to train managers and employees, etc.	Cannot be located at the same business or event where a liquor license exists, unless the liquor is not being served while the DCA is operating.
	♣A Special Event Permit cannot be issued for a Special Event with a Special Event Liquor Permit.



Policy Area: "NEIGHBORHOOD APPROVED"

Ordinance	Rule
 Application shall contain evidence of community support The director may create methods of obtaining community support in addition to those outlined. Requirements included in evidence of community support may be incorporated as conditions of the permit Application shall include a community engagement plan 	 ❖ Business Permits will have a public hearing scheduled upon receipt of the application. ❖ Special Event Permits will have a public hearing scheduled upon receipt of 10 signatures from interested parties.
DCA must be clearly marked with conspicuous signage including the statement "No entry under 21"	Require businesses to have a standard sign/placard indicating that marijuana consumption may be occurring (to be developed)



Policy Area: LOCATIONS

Ordinance	Proposed Rules
No specific zoning permits required.	Cannot be located within 1000 feet of childcare establishments and drug/alcohol facilities.
Permitted in any zone lot where the underlying business or event is	Cannot be located within 1000 feet of city-owned recreation center and outdoor pools.
permitted.	Cannot be located within a residential zone district (as defined by the Denver Zoning Code).
Cannot be located within 1,000 feet of a school.	



Policy Area: SPECIAL EVENTS

Ordinance	Rule
Purpose of this article is to to permit persons in the city to	❖ Cannabis Consumption Business Permit (CCBP)
obtain a cannabis consumption permit <i>to operate a designated</i>	❖ Cannabis Consumption Special Event Permit (CCSEP)
consumption area (DCA) at any type of business or event	CCBP means an <u>annual</u> permit and CCSEP means a permit for a designated consumption area <u>temporarily</u>
	located: (i) on or adjacent to a licensed premise or other
Permit holder shall have permission to use the premises	business, or (ii) not located on or adjacent to a licensed premise or other business.
to permit cannabis consumption from a person who is the lawful	❖A CCSEP may not be issued to any applicant for more than
owner of the property.	ten (10) days in one (1) calendar year.
	All CCSEP applications must include a description of the event and cannot be issued for a Special Event with a Special Event Liquor Permit.
	❖CCBP and CCSEP's will not be allowed on public property.



Questions?