City of Calistoga Staff Report

TO: Honorable Mayor and City Council

FROM: Lynn Goldberg, Planning and Building Director

DATE: April 18, 2017

SUBJECT: Municipal Code Amendments Related to New State Marijuana

Regulations (MCA 2016-1)

APPROVED FOR FORWARDING

Dylan Feik, City Manager

- 1 **ISSUE**: Consideration of Municipal Code Amendment to reflect the passage of Proposition 64, the Control Regulate, and Tax Adult Use of Marijuana Act.
- RECOMMENDATION: Following a public hearing, introduce the ordinance and waive its first reading
- 5 BACKGROUND: On November 8, 2016, California voters passed Proposition 64, the
- Control, Regulate, and Tax Adult Use of Marijuana Act ("AUMA"), which legalizes and
- 7 regulates recreational marijuana in California. The City retains the ability to prohibit
- 8 commercial marijuana businesses and outdoor cultivation. However, the AUMA requires
- 9 the City to allow up to six marijuana/cannabis plants to be cultivated indoors at a
- 10 residence.
- On November 15, 2016, the City Council directed staff to prepare and process
- Municipal Code amendments to maintain consistency with state law and impose
- reasonable regulations on indoor residential cultivation to minimize safety and nuisance
- impacts. The Council also expressed opposition to allowing medical marijuana
- dispensaries, commercial marijuana businesses and private outdoor cultivation.
- On November 30, 2016, the Planning Commission considered proposed Code
- amendments that reflected Council's direction. Several members of the public
- expressed their support for personal outdoor cultivation, citing safety issues and
- electricity use associated with indoor cultivation, the ease of raising plants outdoors,
- 20 and the negligible odor problems that are likely with outdoor cultivation. The

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- Commission recommended approval of the proposed Code amendments to the Council 21
- on a 3-1 vote, with modifications allowing each household to cultivate up to two 22
- cannabis plants outdoors and banning outdoor cultivation on properties adjacent to 23
- schools. 24
- Community forums on December 21, 2016, January 18, 2017 and February 15, 2017 25
- focused on potential City regulations related to cannabis. The attendees at the first two 26
- forums overwhelmingly supported allowing some form of personal outdoor cultivation. 27
- Most of the attendees at the third forum expressed concerns about allowing any type of 28
- cultivation due to possible impacts on children. 29
- On March 21, 2017, after reviewing the Planning Commission's recommendation, the 30
- views expressed by the public at the three community forums, and additional public 31
- comments, a majority of the Council expressed support for allowing up to two marijuana 32
- plants per residential property to be cultivated outdoors. The Council also directed that 33
- the City's social host accountability ordinance be amended to include the provision of 34
- marijuana to minors in addition to alcohol. 35

DISCUSSION

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Mandated amendments

- At a minimum, the following amendments to CMC Chapters 8.30 and 17.48 are needed 38 in order to maintain consistency with state law. 39
 - The definition of "marijuana" needs to be broadened to delete the exception for various parts of the marijuana plant and marijuana plant derivatives.
 - The prohibition of any form of marijuana cultivation needs to be revised because it is now lawful for individuals 21 years and older to plant, cultivate, harvest, dry or process up to six living marijuana plants for personal, non-medical use. The City must allow such private cultivation within a residence or within a fullyenclosed and secured residential accessory structure subject to reasonable local regulations. This provision of the AUMA went into effect immediately.
 - However, the AUMA provides that any living plants and marijuana produced by the plants in excess of one ounce must be in a locked space and not visible by normal unaided vision from a public place. Furthermore, no more than six living plants may be planted, cultivated, harvested, dried, or processed within a single residence or upon the grounds of that residence at one time.

Recommended additional amendments

- Aside from the requirements for allowing the mandated activities described above, under the AUMA, the City can enact and enforce reasonable regulations on the cultivation of six or fewer marijuana plants for personal use.
 - Constrain outdoor cultivation In addition to limiting the number of plants that can be cultivated outdoors to two per residential property, staff recommends certain limitations in order to minimize potential negative impacts. These include limiting

- cultivation to zoning districts that allow single-family residences, prohibiting cultivation within 300 feet of youth-oriented and religious facilities, requiring enclosure by a solid fence of at least six feet in height, and prohibiting visibility from a public right-of-way or neighboring property at the ground level.
- <u>Prohibit cultivation within garages</u> Growing plants in garages should be prohibited unless it can be demonstrated that the property otherwise complies with the Zoning Code's minimum parking standards.
- <u>Prohibit certain extraction methods</u> Staff recommends prohibiting the use of compressed, flammable gas, such as butane, as a solvent in the extraction of tetrahydrocannabinol (THC) or other cannabinoids due to safety concerns.
- Prohibit use of supplemental carbon dioxide Staff also recommends prohibiting the use of supplemental carbon dioxide to increase plant yields. Marijuana growers sometimes use pressurized tanks or carbon dioxide generators that utilize propane or natural gas. At high levels, carbon dioxide inhibits blood's ability to transport oxygen to vital body organs, and improper use has the potential for significant health impacts. Additionally, there is a danger of compressed carbon dioxide cylinders exploding during a fire and there are safety hazards associated with propane cylinders used to power carbon dioxide generators.
- Prohibit use of ozone generators Likewise, the use of ozone generators in the
 cultivation of marijuana should be prohibited. Ozone generators can produce
 indoor ozone levels that are several times the state outdoor health standard.
 Such high concentrations are not typically used in grow operations; however,
 mechanical malfunctions or user error can occur and cause a sudden and rapid
 increase in ozone levels to unhealthy levels.
- <u>Prohibit nuisance impacts</u> Odors, vibration and light that are associated with cultivation and are discernible beyond a property's or residence's boundaries should be declared a public nuisance.

Staff does not recommend amendments that require the following:

- <u>Cultivation permit</u> The AUMA is silent on whether the City may require a permit to cultivate marijuana at a residence in order to ensure that the City's health and safety codes, as well as any of the requirements described above, are complied with. Requiring such a permit would necessitate the payment of fee to cover staff processing costs and an inspection of the premises by Building or Fire Department staff. Furthermore, it would likely be necessary to require an annual renewal process to ensure continued compliance. Staff believes that few residents would comply with such a requirement and that the necessary inspections would be burdensome upon staff.
- <u>Electrical limitations</u> Six plants can typically be grown with lighting and ventilation systems of a size and scale that are generally compatible with a

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typical dwelling unit's existing electrical systems without requiring upgrades. The imposition of limitations on grow lamp wattage maximum is therefore not recommended due to the many different types of lamps, varying wattage requirements and evolving technologies.

CONSISTENCY WITH COUNCIL GOALS AND OBJECTIVES: Banning the use of dangerous cultivation and extraction methods, and requiring the screening of plants from off-site view would be in conformance with Goal 5 of the City Council's goals and objectives for Fiscal Year 2016-17, which calls for making Calistoga safe.

FISCAL IMPACTS: Allowing outdoor cultivation for personal use will likely result in increased calls for code enforcement. However, it is not anticipated that additional staff will be needed to handle these calls.

ATTACHMENTS

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- 1. Draft ordinance
- 2. Existing CMC Chapters 8.30, 9.16 and 17.48
- 3. Correspondence Received