

**NORTH LAS VEGAS CITY COUNCIL
AGENDA ITEM**

NUMBER: 17.

SUBJECT: Adopt Business Impact Statement Regarding Ordinance No. 2845, Which Amends Title 5, Chapter 5.29 (Medical Marijuana Establishments) and Specifically Section 5.29.145 (Origination and License Fees) of the Municipal Code, Addressing the Impact to Businesses from Proposed Changes to Origination and License Fees. (For Possible Action)	
REQUESTED BY: Alfredo Melesio, Director, Land Development and Community Services	WARD: Citywide
RECOMMENDATION OR RECOMMEND MOTION: It is recommended on December 6, 2017, that City Council consider and approve the Business Impact Statement regarding the proposed amendment to the Municipal Code, Title 5, Section 5.29.145 under Ordinance No. 2845.	
FISCAL IMPACT: AMOUNT: None EXPLANATION: N/A	ACCOUNT NUMBER: N/A

STAFF COMMENTS AND BACKGROUND INFORMATION:

In 2017, the Nevada State Legislature passed, and the Governor signed into law, Senate Bill 487 and Assembly Bill 422. Effective July 1, 2017, local governments may impose and collect for revenue or regulations three percent (3%) of the gross revenue of marijuana establishments. In addition, the Legislature also allowed a one-time flat fee for an application for the issuance of a business license for a marijuana establishment in an amount that does not exceed the fee for a similar business.

The City of North Las Vegas is proposing a three percent (3%) gross revenue business license fee structure for marijuana establishments which decreases the existing five percent (5%) imposed on dispensaries and the six percent (6%) cap on cultivation and production establishments. The proposed ordinance would also impose a one-time \$60,000 origination fee and remove all the existing annual fees for marijuana establishments. The \$60,000 origination fee is similar to existing fees for restricted gaming liquor licenses.

A notification letter was sent to all affected businesses requesting arguments against the passage of

CIP No.	Related Item: Yes	
LIST CITY COUNCIL GOAL(S): Economic Development; Safe and Livable Community		
PREPARED BY: Alfredo Melesio Land Development and Community Services Director	Respectfully Submitted Qiong X. Liu City Manager	CITY COUNCIL MEETING DATE: 12/6/2017

Ordinance No. 2845. A Business Impact Statement was prepared on the responses received from the notification letter.

Attachments:

Business Impact Statement