

**NORTH LAS VEGAS CITY COUNCIL
AGENDA ITEM**

NUMBER: 30.

SUBJECT: Introduce Ordinance No. 2845, Amending Title 5 of the Municipal Code Related to Medical Marijuana Establishments, Amending Section 5.29 (Medical Marijuana Establishment) and Providing for Other Matters Properly Related Thereto.	
REQUESTED BY: Alfredo Melesio, Director, Land Development and Community Services	WARD: Citywide
RECOMMENDATION OR RECOMMEND MOTION: It is recommended that on December 6, 2017, City Council introduce Ordinance No. 2845 and pass and adopt Ordinance No. 2845 on December 20, 2017.	
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 ordinance proposes 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.

The ordinance also creates a definition and licensing for medical marijuana support businesses and removes

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

the cross-jurisdictional licensing.

Further, the ordinance eliminates the biennial review of licenses and creates a delinquency-expiration-reinstatement process. Also removed is the excess liability of \$3,000,000.

The ordinance will allow dispensaries to participate in ancillary business activities and allow the director to issue temporary licenses to marijuana establishments.

The labeling and packaging of products has been removed as the State of Nevada Department of Taxation will be enforcing this regulation.

Modifications made are consistent with NRS 453A and NAC 453A, Medical Use of Marijuana.

Attachments:

Ordinance No. 2845

Annotated Ordinance No. 2845

Business Impact Statement