

NOTICE OF PUBLIC HEARING REGARDING ADOPTION OF APPLICATION FEES AND ANNUAL REGULATORY FEES FOR COMMERCIAL CANNABIS BUSINESS PERMITS

NOTICE IS HEREBY GIVEN that the Merced City Council will hold a public hearing on Monday, December 18, 2017, at 6:00 p.m., or as soon thereafter as may be heard, in the City Council Chambers, located in the Merced Civic Center at 678 W. 18th Street, Merced, CA, for the purpose of adopting application fees and annual regulatory fees for Commercial Cannabis Business Permits, as authorized by Ordinance No. 2480 recently adopted by the City Council. The public is invited to provide any oral or written comments regarding these proposed fees.

The proposed fees are set forth as follows:

Commercial Cannabis Business Permit (CCBP) Application Fees and Cannabis Business Annual Regulatory Fees

<u>CCBP Application Fees</u>	<u>Proposed Fee</u>
Phase 1 (All Types)	\$964.00
Phase 2 (Merit-Based)	\$8,577.00
Phase 2 (Non-Merit Based)	\$6,250.00
Annual CCBP Renewal	\$2,232.00
Appeal of a CCBP	\$374.00
Appeal of a CCBP Renewal	\$473.00

Note: Application fees are due and payable upon submittal of a Commercial Cannabis Business Permit Application. The amount of the fees shall be adjusted annually (starting on January 1, 2019) to account for inflation by using the Consumer Price Index (CPI). In no event, shall the fees in any year be less than the preceding year.

<u>Annual Regulatory Fees</u>	<u>Proposed Fee</u>	<u># of Inspections/Year</u>
Cultivation--Up to 10,000 SF	\$18,193.00	4
Cultivation--Nursery Only	\$15,275.00	4
Distribution	\$12,556.00	4
Manufacturing	\$32,595.00	4
Retail Sales	\$20,920.00	6
Testing	\$6,259.00	2

Note: The Regulatory Fee is to be due and payable prior to opening the business and thereafter on or before the anniversary date. The Regulatory Fee may be amended from time to time based upon actual costs. The amount of the fees shall be adjusted annually (starting on January 1, 2019) to account for inflation by using the Consumer Price Index (CPI). In no event, shall the fees in any year be less than the preceding year.

Questions regarding the proposed fees can be directed to the Director of Development Services, 678 W. 18th Street, Merced, CA, 95340, or by calling 209-385-6858. All comments on the proposed fees must be received on or before Monday, December 18, 2017, at 5:00 PM, or at the public hearing. If you challenge this action in court, you may be limited to raising only those issues you or someone else raised at the public hearing described in this notice, or in written correspondence delivered to the City at, or prior to, the public hearing.

December 4, 2017



KIM ESPINOSA
PLANNING MANAGER