

RESOLUTION NO. 17-07

A RESOLUTION OF THE MANHATTAN BEACH PLANNING COMMISSION RECOMMENDING THAT THE CITY COUNCIL ADD CHAPTER 10.82 TO TITLE 10 OF THE MUNICIPAL CODE AND ADD CHAPTER A.82 TO THE LOCAL COASTAL PROGRAM, PROHIBITING ALL COMMERCIAL CANNABIS ACTIVITY IN ALL ZONES IN THE CITY, AND ALLOWING LIMITED INDOOR CANNABIS CULTIVATION CONSISTENT WITH STATE LAW, AND DELETING SECTION 10.60.160 OF CHAPTER 10.60 OF TITLE 10 OF THE MANHATTAN BEACH MUNICIPAL CODE, AND DELETING SECTION A.60.160 OF CHAPTER A.60 OF THE LOCAL COASTAL PROGRAM

THE PLANNING COMMISSION OF THE CITY OF MANHATTAN BEACH DOES HEREBY FIND AND RESOLVE AS FOLLOWS:

Section 1. The Planning Commission hereby makes the following findings:

A. On September 13, 2017 the Planning Commission conducted a public hearing, and reviewed proposed text amendments to add Chapter 10.82 and delete section 10.60.160 of the Municipal Code, part of the City's Zoning Ordinance, and add Chapter A.82 and delete section A.60.160 of the Local Coastal Program.

B. Notice of the Planning Commission public hearing for September 13, 2017 included a ¼ page display ad public notice published in *The Beach Recorder*, a newspaper of general circulation in Manhattan Beach.

C. The proposed text amendments have been prepared in accordance with the provisions of Title 7, Division 4, Section 65853, *et seq.*, of the State of California Government Code.

D. The proposed text amendments are exempt from the requirements of the California Environmental Quality Act, pursuant to the general rule that CEQA applies only to projects that have the potential for causing a significant effect on the environment, and that where it can be seen with certainty that there is no possibility that the activity in question may have a significant effect on the environment, the activity is not subject to CEQA pursuant to Title 14, Chapter 3, Section 15061(b)(3) of the California Code of Regulations.

E. The proposed text amendments are consistent with the following General Plan Goals and Policies:

Land Use Element Goal LU-5: Protect residential neighborhoods from the intrusion of inappropriate and incompatible uses.

Community Safety Element Goal CS-1: Minimize the risks to public health, safety, and welfare resulting from natural and human-caused hazards.

F. The proposed text amendments are consistent with the following Local Coastal Program Policy:

II. Coastal Locating and Planning New Development Policy- Policy II.1: Control Development within the Manhattan Beach coastal zone.

Section 2. The Planning Commission recommends that the City Council add Chapter 10.82 (Commercial Cannabis Activity) of Part IV (Site Regulations) of Title 10 (Planning and Zoning) of the Manhattan Beach Municipal Code and Chapter A.82 (Commercial Cannabis Activity) of Part IV (Site Regulations) of the Local Coastal Program (Phase III Implementation Program) to substantially read as follows:

"Chapter 10/A.82 COMMERCIAL CANNABIS ACTIVITY

Section 10/A.82.010 Definitions.

Section 10/A.82.020 Prohibitions.
Section 10/A.82.030 Exceptions.
Section 10/A.82.040 Violation, penalty.

10/A.82.010 Definitions.

For purposes of this chapter, the following definitions shall apply.

A. "Cannabis" means all parts of the plant *Cannabis sativa* Linnaeus, *Cannabis indica*, or *Cannabis ruderalis*, whether growing or not; the seeds thereof; the resin, whether crude or purified, extracted from any part of the plant; and every compound, manufacture, salt, derivative, mixture, or preparation of the plant, its seeds, or resin. "Cannabis" also means the separated resin, whether crude or purified, obtained from cannabis, and any product containing cannabis. "Cannabis" includes cannabis that is used for medical, non-medical, or other purposes.

"Cannabis" does not include the mature stalks of the plant, fiber produced from the stalks, oil or cake made from the seeds of the plant, any other compound, manufacture, salt, derivative, mixture, or preparation of the mature stalks (except the resin extracted therefrom), fiber, oil, or cake, or the sterilized seed of the plant which is incapable of germination. "Cannabis" also does not include industrial hemp, as defined in California Health and Safety Code section 11018.5, as the same may be amended from time to time.

B. "Cannabis accessories" means any equipment, products or materials of any kind which are used, intended for use, or designed for use in planting, propagating, cultivating, growing, harvesting, manufacturing, compounding, converting, producing, processing, preparing, testing, analyzing, packaging, repackaging, storing, smoking, vaporizing, or containing cannabis, or for ingesting, inhaling, or otherwise introducing cannabis or cannabis products into the human body.

C. "Cannabis products" means cannabis that has undergone a process whereby the plant material has been transformed into a concentrate, including, but not limited to concentrated cannabis, or an edible or topical product containing cannabis or concentrated cannabis and other ingredients.

D. "Commercial cannabis activity" means the cultivation, possession, manufacture, distribution, processing, storing, laboratory testing, labeling, packaging, transportation, delivery or sale of cannabis and cannabis products, for medical, non-medical or any other purpose, and includes the activities of any business licensed by the State or other government entity under Division 10 of the California Business and Professions Code, or any other provision of State law that regulates the licensing of cannabis businesses.

E. "Concentrated cannabis" means cannabis that has undergone a process to concentrate one or more active cannabinoids, thereby increasing the product's potency. Resin from granular trichomes from a cannabis plant is a concentrate.

F. "Cultivation" means any activity involving the planting, growing, harvesting, drying, curing, grading, or trimming of cannabis.

G. "Delivery" means the commercial transfer of cannabis or cannabis products to a customer. "Delivery" also includes the use by a retailer of any technology platform owned and controlled by the retailer.

H. "Distribution" means the procurement, sale, and transport of cannabis and cannabis products between entities licensed under Division 10 of the California Business and Professions Code, as the same may be amended from time to time.

I. "Fully enclosed and secure structure" means a space within a building, greenhouse or other structure which has a complete solid roof enclosure supported by connecting walls extending from the ground to the roof, which is secure against unauthorized entry, provides complete visual screening, and which is accessible only through one or more lockable doors and inaccessible to minors.

J. "Indoors" means within a fully enclosed and secure structure.

1 K. "Manufacture" means to compound, blend, extract, infuse, or otherwise make or
prepare a cannabis product.

2 L. "MAUCRSA" means the Medicinal and Adult-Use Cannabis Regulation and Safety Act,
3 as codified in Division 10 of the California Business and Professions Code, as the same may be
amended from time to time.

4 M. "Outdoors" means any location that is not within a fully enclosed and secure structure.

5 N. "Person" means any individual, firm, partnership, joint venture, association, corporation,
6 limited liability company, collective, cooperative, club, society, organization, non-profit, estate, trust,
business trust, receiver, syndicate, or any other group or combination acting as a unit, and the plural as
7 well as the singular.

8 O. "Private residence" means a house, an apartment unit, a condominium unit, a mobile
home, or other similar dwelling, that is lawfully used as a residence.

9 10/A.82.020 Prohibitions.

10 A. Commercial cannabis activity, whether or not for profit, is not a permitted use anywhere
11 in the city. The city shall not approve any application for a building permit, conditional use permit,
business license, or any other entitlement authorizing the establishment, operation, maintenance,
12 development, or construction of any use that allows for commercial cannabis activity. This section shall
prohibit all activities for which a State license is required pursuant to the MAUCRSA, as the same may
be amended from time to time.

13 B. It shall be unlawful for any person to own, manage, establish, conduct, or operate, or to
14 participate as a landlord, owner, employee, contractor, agent or volunteer, or in any other manner or
capacity, in any commercial cannabis activity in the city.

15 C. To the extent not already prohibited by subsection A above, all deliveries of cannabis or
16 cannabis products to or from any location in the city are expressly prohibited. No person shall conduct
or perform any delivery of any cannabis or cannabis products, which delivery either originates or
17 terminates within the city. This subsection shall not prohibit any person from transporting cannabis
through the jurisdictional limits of the city for delivery or distribution to a person located outside the city,
18 where such transport does not involve delivery or distribution within the jurisdictional limits of the city.

19 D. All outdoor cannabis cultivation is prohibited in the city. Indoor cannabis cultivation is
prohibited except as specified in section 10.82.040(A)(5).

20 10/A.82.030 Exceptions.

21 A. To the extent that the following activities are permitted by State law, nothing in this
chapter shall prohibit a person 21 years of age or older from:

22 1. Possessing, processing, purchasing, transporting, obtaining or giving away to
23 persons 21 years of age or older, without compensation whatsoever, not more than 28.5 grams of
cannabis not in the form of concentrated cannabis;

24 2. Possessing, processing, purchasing, transporting, obtaining or giving away to
25 persons 21 years of age or older, without compensation whatsoever, up to eight grams of cannabis in
the form of concentrated cannabis;

26 3. Possessing, transporting, purchasing, obtaining, using, manufacturing, or giving
27 away cannabis accessories to persons 21 years of age or older without compensation whatsoever; or

28 4. Engaging in the indoor cultivation of six or fewer live cannabis plants within a single
29 private residence or inside an accessory structure located upon the grounds of a private residence that

is fully enclosed and secured, to the extent such cultivation is authorized by California Health and Safety Code sections 11362.1 and 11362.2, as the same may be amended from time to time.

B. This chapter shall also not prohibit any commercial cannabis activity that the city is required by law to permit within its jurisdiction pursuant to state law.

10/A.82.040 Violation, penalty.

Violations of this chapter are subject to the penalty provisions set forth in Municipal Code Chapters 1.04 and 1.06. In the discretion of the City Prosecutor, a violation of this chapter may be prosecuted as an infraction or misdemeanor. In any civil action brought pursuant to this chapter, a court of competent jurisdiction may award reasonable attorneys' fees and costs to the prevailing party. Notwithstanding the penalties set forth in Municipal Code Chapters 1.04 and 1.06, this chapter does not authorize a criminal prosecution, arrest or penalty inconsistent with or prohibited by Health and Safety Code Section 11362.71 et seq. or Section 11362.1 et seq., as the same may be amended from time to time. In the event of any conflict between the penalties enumerated under Municipal Code Chapters 1.04 and 1.06, and any penalties set forth in state law, the maximum penalties allowable under state law shall govern."

Section 3. The Planning Commission recommends that the City Council delete Section 10.60.160 (Medical Marijuana Dispensaries) of Chapter 10.60 (Site Regulations-All Districts) of Part IV (Site Regulations) of Title 10 (Planning and Zoning) of the Manhattan Beach Municipal Code and Section A.60.160 (Medical Marijuana Dispensaries) of Chapter A.60 (Site Regulations-All Districts) of Part IV (Site Regulations) of the Local Coastal Program (Phase III Implementation Program) in their entirety.

Section 4. The Secretary to the Planning Commission shall certify to the adoption of this Resolution.

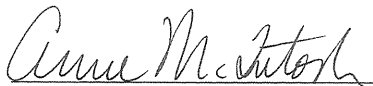
I hereby certify that the foregoing is a full, true, and correct copy of the Resolution as **ADOPTED** by the Planning Commission at its regular meeting of September 13, 2017 and that said Resolution was adopted by the following vote:

AYES: Apostol, Seville-Jones, Morton, Burkhalter

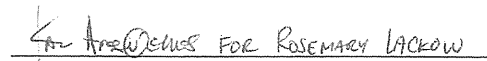
NOES: None

ABSTAIN: None

ABSENT: Ortmann



Anne McIntosh
Secretary to the Planning Commission



Rosemary Lackow
Recording Secretary