

**RESOLUTION NO. 17-129, SERIES 2017**

**RESOLUTION ADOPTING FEES FOR REGULATORY FEES TO IMPLEMENT  
ARTICLE 21: MARIJUANA/CANNABIS BUSINESS PERMITS  
FOR OPERATION OF CANNABIS BUSINESSES**

WHEREAS, on July 11, 2017 the City Council adopted Article 21: Marijuana/Cannabis Business Permits and on September 12, 2017 adopted Articles 21.04 and 21.05 Establishing Permitting and Regulatory Requirements for Operation of Retail Cannabis Businesses and Cannabis Delivery Services; and

WHEREAS, the State of California provides that regulatory fees and services may recover costs associated with such services; and

WHEREAS, the City Council recognizes the necessity to recover costs associated with said cannabis regulatory functions; and

WHEREAS, the City has published a notice of a public hearing on the proposed fees and charges.

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of Davis does hereby adopt the fees and charges for the provision of services related to the cannabis regulatory fees, attached hereto, and shall become effective November 4, 2017; and

BE IT FURTHER RESOLVED that the City Council approves the following hourly rates for costs above and beyond the regulatory fee charges, such as the required background checks by the Police Department:

Police Department	\$188/hour
Fire Department	\$134/hour
Administrative Services	\$154/hour
City Manager's Office	\$205/hour
Comm. Development/Sustainability	\$172/hour


BE IT FURTHER RESOLVED while the preference is for fees to be paid upfront in total, if the City Council believes this to be too onerous, the City shall accept upfront payment of half the fees with a payment plan over the course of the year for the remaining amount.

PASSED AND ADOPTED by the City Council of the City of Davis this 3rd day of October, 2017, by the following vote:


AYES: Arnold, Lee, Swanson, Davis

NOES: None

ABSENT: Frerichs

  
Robb Davis  
Mayor

ATTEST:

  
Zoe S. Mirabile, CMC  
City Clerk

City of Davis  
Cost and Resource Allocation Detail

First Year Operations  
Administration and Enforcement -  
**VOLATILE MANUFACTURING**

	Hours				Total
	Police	Admin. Services	City Manager's Office	Community Development	
12	5	4	2	18	41
15	0	4	1	0	20
20	7	6	3	2	38
<b>Subtotal Admin and Oversight</b>	<b>47</b>	<b>12</b>	<b>14</b>	<b>6</b>	<b>99</b>

Av. Hr. Salary	Projected Costs				Total	
	Police	Admin. Services	City Manager's Office	Community Development		Fire
\$188	\$154	\$205	\$172	\$134		
2,256	770	820	344	2,345	\$6,535	
2,820	0	820	172	0	\$3,812	
\$3,760	\$1,078	\$1,230	\$516	\$268	\$6,852	
<b>Subtotal Admin and Oversight</b>	<b>\$8,836</b>	<b>\$1,848</b>	<b>\$2,870</b>	<b>\$1,032</b>	<b>\$2,613</b>	<b>\$17,199</b>

**Enforcement**  
Monthly Returns  
Fire Safety (Quarterly)  
Financial Review (2 per year @ 8 hrs each)  
Manufacturing Inspection

	Annual Hours				
0	18	0	0	0	18
0	0	0	0	14	14
0	16	0	0	0	16
96	0	0	0	0	96
<b>Subtotal Enforcement</b>	<b>96</b>	<b>34</b>	<b>0</b>	<b>14</b>	<b>144</b>

	Projected Costs				
\$0	\$2,772	\$0	\$0	\$0	\$2,772
\$0	\$0	\$0	\$0	\$1,876	\$1,876
\$0	\$2,464	\$0	\$0	\$0	\$2,464
\$18,048	\$0	\$0	\$0	\$0	\$18,048
<b>Subtotal Enforcement</b>	<b>\$18,048</b>	<b>\$5,236</b>	<b>\$0</b>	<b>\$1,876</b>	<b>\$25,160</b>

**Total Annual Hours**

143	46	14	6	34	243
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\$26,884	\$7,084	\$2,870	\$1,032	\$4,489	<b>\$42,359</b>
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Note: This fee does NOT include costs to submit application or receive permit (\$3048), which have already been approved by City Council. Fee does not include costs for background check, which will be charged as an hourly cost.

City of Davis  
Cost and Resource Allocation Detail

	Hours				Projected Costs				Total	
	Police	Admin. Services	City Manager's Office	Community Development	Fire	Police	Admin. Services	City Manager's Office		Community Development
<b>First Year Operations</b>										
<b>Administration and Enforcement - DISPENSARY+DELIVERY</b>										
<b>Administration and Oversight</b>										
Training Education	10	5	4	2	6	1,880	770	820	344	804
Outreach	15	0	4	1	0	2,820	0	820	172	0
Oversight	15	7	6	3	2	\$2,820	\$1,078	\$1,230	\$516	\$268
<b>Subtotal Admin and Oversight</b>	<b>40</b>	<b>12</b>	<b>14</b>	<b>6</b>	<b>8</b>	<b>\$7,520</b>	<b>\$1,848</b>	<b>\$2,870</b>	<b>\$1,032</b>	<b>\$1,072</b>
<b>Enforcement</b>										
Dispensary Decoy Operations	6	0	0	0	0	1,128	0	0	0	0
Delivery Decoy Operations	6	0	0	0	0	1,128	0	0	0	0
Monthly Returns	0	18	0	0	0	\$0	\$2,772	\$0	\$0	\$0
Fire Safety (Quarterly)	0	0	0	0	14	\$0	\$0	\$0	\$0	\$1,876
Financial Review (2 per year @ 8 hrs each)	0	16	0	0	0	\$0	\$2,464	\$0	\$0	\$0
Dispensary Inspection	96	0	0	0	0	\$18,048	\$0	\$0	\$0	\$0
<b>Subtotal Enforcement</b>	<b>108</b>	<b>34</b>	<b>0</b>	<b>0</b>	<b>14</b>	<b>\$20,304</b>	<b>\$5,236</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,876</b>
<b>Total Annual Hours</b>	<b>148</b>	<b>46</b>	<b>14</b>	<b>6</b>	<b>22</b>	<b>\$27,824</b>	<b>\$7,084</b>	<b>\$2,870</b>	<b>\$1,032</b>	<b>\$2,948</b>
										<b>\$41,758</b>

Note: This fee does NOT include costs to submit application or receive permit (\$3048), which have already been approved by City Council. Fee does not include costs for background check, which will be charged as an hourly cost.

City of Davis  
Cost and Resource Allocation Detail

	Hours					Projected Costs						
	Police	Admin. Services	City Manager's Office	Community Development	Fire	Total	Police	Admin. Services	City Manager's Office	Community Development	Fire	Total
<b>First Year Operations</b>												
<b>Administration and Enforcement - NON-VOLATILE MANUFACTURING</b>												
<b>Administration and Oversight</b>												
Training Education	12	5	4	2	6	29	2,256	770	820	344	804	\$4,994
Outreach	15	0	4	1	0	20	2,820	0	820	172	0	\$3,812
Oversight	20	7	6	3	2	38	\$3,760	\$1,078	\$1,230	\$516	\$268	\$6,852
<b>Subtotal Admin and Oversight</b>	<b>47</b>	<b>12</b>	<b>14</b>	<b>6</b>	<b>8</b>	<b>87</b>	<b>\$8,836</b>	<b>\$1,848</b>	<b>\$2,870</b>	<b>\$1,032</b>	<b>\$1,072</b>	<b>\$15,658</b>
<b>Enforcement</b>												
Monthly Returns	0	18	0	0	0	18	\$0	\$2,772	\$0	\$0	\$0	\$2,772
Fire Safety (Quarterly)	0	0	0	0	14	14	\$0	\$0	\$0	\$0	\$1,876	\$1,876
Financial Review (2 per year @ 8 hrs each)	0	16	0	0	0	16	\$0	\$2,464	\$0	\$0	\$0	\$2,464
Manufacturing Inspection	96	0	0	0	0	96	\$18,048	\$0	\$0	\$0	\$0	\$18,048
<b>Subtotal Enforcement</b>	<b>96</b>	<b>34</b>	<b>0</b>	<b>0</b>	<b>14</b>	<b>144</b>	<b>\$18,048</b>	<b>\$5,236</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,876</b>	<b>\$25,160</b>
<b>Total Annual Hours</b>	<b>143</b>	<b>46</b>	<b>14</b>	<b>6</b>	<b>22</b>	<b>231</b>	<b>\$26,884</b>	<b>\$7,084</b>	<b>\$2,870</b>	<b>\$1,032</b>	<b>\$2,948</b>	<b>\$40,818</b>

Note: This fee does NOT include costs to submit application or receive permit (\$3048), which have already been approved by City Council. Fee does not include costs for background check, which will be charged as an hourly cost.

City of Davis  
Cost and Resource Allocation Detail

	Hours					Projected Costs					
	Police	Admin. Services	City Manager's Office	Community Development	Fire	Police	Admin. Services	City Manager's Office	Community Development	Fire	Total
12	5	4	2	6	29	2,256	770	820	344	804	\$4,994
15	0	4	1	0	20	2,820	0	820	172	0	\$3,812
20	7	6	3	2	38	\$3,760	\$1,078	\$1,230	\$516	\$268	\$6,852
<b>47</b>	<b>12</b>	<b>14</b>	<b>6</b>	<b>8</b>	<b>87</b>	<b>\$8,836</b>	<b>\$1,848</b>	<b>\$2,870</b>	<b>\$1,032</b>	<b>\$1,072</b>	<b>\$15,658</b>
<b>Enforcement</b>											
0	18	0	0	0	18	\$0	\$2,772	\$0	\$0	\$0	\$2,772
0	0	0	0	14	14	\$0	\$0	\$0	\$0	\$1,876	\$1,876
0	16	0	0	0	16	\$0	\$2,464	\$0	\$0	\$0	\$2,464
96	0	0	0	0	96	\$18,048	\$0	\$0	\$0	\$0	\$18,048
<b>96</b>	<b>34</b>	<b>0</b>	<b>0</b>	<b>14</b>	<b>144</b>	<b>\$18,048</b>	<b>\$5,236</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,876</b>	<b>\$25,160</b>
<b>143</b>	<b>46</b>	<b>14</b>	<b>6</b>	<b>22</b>	<b>231</b>	<b>\$26,884</b>	<b>\$7,084</b>	<b>\$2,870</b>	<b>\$1,032</b>	<b>\$2,948</b>	<b>\$40,818</b>

Av. Hr. Salary

Hours					Projected Annual Costs						
Police	Admin. Services	City Manager's Office	Community Development	Fire	Total	Police	Admin. Services	City Manager's Office	Community Development	Fire	Total
12	5	4	2	6	29	2,256	770	820	344	804	\$4,994
15	0	4	1	0	20	2,820	0	820	172	0	\$3,812
20	7	6	3	2	38	\$3,760	\$1,078	\$1,230	\$516	\$268	\$6,852

First Year Operations  
Administration and Enforcement -  
**DISTRIBUTION**

Administration and Oversight

Training Education	12
Outreach	15
Oversight	20

Subtotal Admin and Oversight

Enforcement

Monthly Returns	0
Fire Safety (Quarterly)	0
Financial Review (2 per year @ 8 hrs each)	0
Distribution Inspection	96

Subtotal Enforcement

Total Annual Hours

Note: This fee does NOT include costs to submit application or receive permit (\$3048), which have already been approved by City Council. Fee does not include costs for background check, which will be charged as an hourly cost.

City of Davis  
Cost and Resource Allocation Detail

	Hours					Projected Costs						
	Police	Admin. Services	City Manager's Office	Community Development	Fire	Total	Police	Admin. Services	City Manager's Office	Community Development	Fire	Total
<b>First Year Operations</b>												
<b>Administration and Enforcement - DISPENSARY ONLY</b>												
<b>Administration and Oversight</b>												
Training Education	10	5	4	2	6	27	1,880	\$154	\$205	\$172	\$134	\$4,618
Outreach	15	0	4	1	0	20	2,820	0	820	172	0	\$3,812
Oversight	15	7	6	3	2	33	\$2,820	\$1,078	\$1,230	\$516	\$268	\$5,912
<b>Subtotal Admin and Oversight</b>	<b>40</b>	<b>12</b>	<b>14</b>	<b>6</b>	<b>8</b>	<b>80</b>	<b>\$7,520</b>	<b>\$1,848</b>	<b>\$2,870</b>	<b>\$1,032</b>	<b>\$1,072</b>	<b>\$14,342</b>
<b>Enforcement</b>												
Dispensary Decoy Operations	6	0	0	0	0	6	1,128	0	0	0	0	\$1,128
Monthly Returns	0	18	0	0	0	18	\$0	\$2,772	\$0	\$0	\$0	\$2,772
Fire Safety (Quarterly)	0	0	0	0	14	14	\$0	\$0	\$0	\$0	\$1,876	\$1,876
Financial Review (2 per year @ 8 hrs each)	0	16	0	0	0	16	\$0	\$2,464	\$0	\$0	\$0	\$2,464
Dispensary Inspection	96	0	0	0	0	96	\$18,048	\$0	\$0	\$0	\$0	\$18,048
<b>Subtotal Enforcement</b>	<b>102</b>	<b>34</b>	<b>0</b>	<b>0</b>	<b>14</b>	<b>150</b>	<b>\$19,176</b>	<b>\$5,236</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,876</b>	<b>\$26,288</b>
<b>Total Annual Hours</b>	<b>142</b>	<b>46</b>	<b>14</b>	<b>6</b>	<b>22</b>	<b>230</b>	<b>\$26,696</b>	<b>\$7,084</b>	<b>\$2,870</b>	<b>\$1,032</b>	<b>\$2,948</b>	<b>\$40,630</b>

Note: This fee does NOT include costs to submit application or receive permit (\$3048), which have already been approved by City Council. Fee does not include costs for background check, which will be charged as an hourly cost.

City of Davis  
Cost and Resource Allocation Detail

	Hours					Projected Costs									
	Police	Admin. Services	City Manager's Office	Community Development	Fire	Police	Admin. Services	City Manager's Office	Community Development	Fire					
	Annual Hours					Projected Annual Costs									
Av. Hr. Salary						\$188	\$154	\$205	\$172	\$134					
Administration and Oversight	10	5	4	2	6	1,880	770	820	344	804					
Training Education	20	0	4	1	0	3,760	0	820	172	0					
Outreach	10	7	6	3	2	\$1,880	\$1,078	\$1,230	\$516	\$268					
Oversight															
<b>Subtotal Admin and Oversight</b>	<b>40</b>	<b>12</b>	<b>14</b>	<b>6</b>	<b>8</b>	<b>\$7,520</b>	<b>\$1,848</b>	<b>\$2,870</b>	<b>\$1,032</b>	<b>\$1,072</b>					<b>\$14,342</b>
<b>Enforcement</b>															
Delivery Decoy Operations	15	0	0	0	0	2,820	0	0	0	0					\$2,820
Monthly Returns	0	18	0	0	0	\$0	\$2,772	\$0	\$0	\$0					\$2,772
Fire Safety (Quarterly)	0	0	0	0	14	\$0	\$0	\$0	\$0	\$1,876					\$1,876
Financial Review (2 per year @ 8 hrs each)	0	16	0	0	0	\$0	\$2,464	\$0	\$0	\$0					\$2,464
Site Inspection	20	0	0	0	0	\$3,760	\$0	\$0	\$0	\$0					\$3,760
<b>Subtotal Enforcement</b>	<b>35</b>	<b>34</b>	<b>0</b>	<b>0</b>	<b>14</b>	<b>\$6,580</b>	<b>\$5,236</b>	<b>\$0</b>	<b>\$0</b>	<b>\$1,876</b>					<b>\$13,692</b>
<b>Total Annual Hours</b>	<b>75</b>	<b>46</b>	<b>14</b>	<b>6</b>	<b>22</b>	<b>\$14,100</b>	<b>\$7,084</b>	<b>\$2,870</b>	<b>\$1,032</b>	<b>\$2,948</b>					<b>\$28,034</b>

Note: This fee does NOT include costs to submit application or receive permit (\$3048), which have already been approved by City Council. Fee does not include costs for background check, which will be charged as an hourly cost.

City of Davis  
Cost and Resource Allocation Detail

	Hours					Projected Costs					
	Police	Admin. Services	City Manager's Office	Community Development	Fire	Police	Admin. Services	City Manager's Office	Community Development	Fire	Total
	6	5	2	2	6	1,128	770	410	344	804	\$3,456
	8	0	4	1	0	1,504	0	820	172	0	\$2,496
	10	7	3	3	2	\$1,880	\$1,078	\$615	\$516	\$268	\$4,357
	24	12	9	6	8	\$4,512	\$1,848	\$1,845	\$1,032	\$1,072	\$10,309
	0	18	0	0	0	\$0	\$2,772	\$0	\$0	\$0	\$2,772
	0	0	0	0	14	\$0	\$0	\$0	\$0	\$1,876	\$1,876
	0	16	0	0	0	\$0	\$2,464	\$0	\$0	\$0	\$2,464
	18	0	0	0	0	\$3,384	\$0	\$0	\$0	\$0	\$3,384
	18	34	0	0	14	\$3,384	\$5,236	\$0	\$0	\$1,876	\$10,496
	42	46	9	6	22	\$7,896	\$7,084	\$1,845	\$1,032	\$2,948	\$20,805

First Year Operations  
Administration and Enforcement -  
**RESEARCH & DEVELOPMENT  
or TESTING**

Administration and Oversight

- Training Education
- Outreach
- Oversight

Subtotal Admin and Oversight

Enforcement

- Monthly Returns
- Fire Safety (Quarterly)
- Financial Review (2 per year @ 8 hrs each)
- Site Inspection

Subtotal Enforcement

Total Annual Hours

Note: This fee does NOT include costs to submit application or receive permit (\$3048), which have already been approved by City Council. Fee does not include costs for background check, which will be charged as an hourly cost.



City of Davis  
Cost and Resource Allocation Detail

	Hours					Projected Costs				
	Police	Admin. Services	City Manager's Office	Community Development	Fire	Police	Admin. Services	City Manager's Office	Community Development	Fire
	Annual Hours					Projected Annual Costs				
Av. Hr. Salary						\$188	\$154	\$205	\$172	\$134
0.50	0.50	0.50	0.40	0.20	0.00	94	77	82	3	0
0.50	0.00	0.40	0.10	0.00	0.00	94	0	82	17	0
1.00	0.70	0.20	0.30	0.00	0.00	\$188	\$108	\$41	\$52	\$0
<b>2.00</b>	<b>1.20</b>	<b>1.00</b>	<b>0.60</b>	<b>0.00</b>	<b>0.00</b>	<b>\$376</b>	<b>\$185</b>	<b>\$205</b>	<b>\$72</b>	<b>\$0</b>
<b>Subtotal Admin and Oversight</b>										
<b>4.80</b>										
<b>\$838</b>										
	Annual Hours					Projected Costs				
10	0	0	0	0	0	1,880	0	0	0	0
0	18	0	0	0	0	\$0	\$2,772	\$0	\$0	\$0
0	0	0	0	0	0	\$0	\$0	\$0	\$0	\$0
0	16	0	0	0	0	\$0	\$2,464	\$0	\$0	\$0
2	0	0	0	0	0	\$376	\$0	\$0	\$0	\$0
<b>12</b>	<b>34</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>\$2,256</b>	<b>\$5,236</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>
<b>Subtotal Enforcement</b>										
<b>46</b>										
<b>\$7,492</b>										
	Annual Hours					Projected Costs				
14	35	1	1	0	0	\$2,632	\$5,421	\$205	\$72	\$0
<b>51</b>										
<b>\$8,330</b>										

First Year Operations  
Administration and Enforcement -  
**NON DAVIS-BASED DELIVERY**

- Administration and Oversight
  - Training Education
  - Outreach
  - Oversight
- Subtotal Admin and Oversight
- Enforcement
  - Delivery Decoy Operations
  - Monthly Returns
  - Fire Safety (Quarterly)
  - Financial Review (2 per year @ 8 hrs each)
  - Site Inspection
- Subtotal Enforcement
- Total Annual Hours

Note: This fee does NOT include costs to submit application or receive permit (\$3048), which have already been approved by City Council. Fee does not include costs for background check, which will be charged as an hourly cost.