



Notice of Fee Proposal

Fee Proposal to Establish a Cannabis Licensing Program

Contact:

Melissa Nissim
Acting Program Coordinator
(209) 468-3168
mnissim@sjgov.org

As part of the budget process, all Environmental Health Department (EHD) fees are established, reviewed and evaluated to ensure revenues generated from fees are appropriate and sufficient to meet the expected costs of each program. This ongoing evaluation process is especially important as many EHD program requirements are constantly changing with the passage of new laws, regulations and policies.

In 1990, the Board of Supervisor's passed Resolution B-90-620, which endorsed a policy of full cost recovery for the EHD. As such, all EHD fees are evaluated and adjustments proposed in order to meet this goal. For fiscal year 2019-20, fees are being proposed to establish the new Cannabis Licensing Program at EHD. The costs covered by these fees include establishing the program, performing outreach and education to the applicants regarding licensing, performing outreach and education to the public, plan review, inspections, inspection follow ups, and complaints that have no cost recovery (unverified).

The proposed fee changes are provided on the back side of this notice.

The May 21, 2019, Board of Supervisor's meeting approved changes to Title 9 for the Development Agreements model allowing the Cannabis Licensing Program to move forward. Although the comment period is abbreviated, the EHD will accept comments and answer questions related to this notice.

This opportunity for public and industry comment is being provided in preparation for the public fee hearing to be held before the San Joaquin County Board of Supervisors, scheduled for Tuesday, June 11, 2019, in the Board Chambers of the County Administration Building, 44 North San Joaquin Street, Stockton, California.

Please contact Melissa Nissim for questions or comments regarding the Cannabis Licensing Program fees. Contact information is provided above. Thank you for your interest and assistance.

(Over)

San Joaquin County Environmental Health Department

Proposed FY 2019-20 Fee Adjustment Table
(Proposed Effective Date July 1, 2019)

Cannabis Program	Current Fee	Proposed Fee
Plan Review	n/a	\$456 ⁱ
Consultation	n/a	\$152/hour
License Application Review-New	n/a	\$2,280 ⁱⁱ
License Application Review-Renewal	n/a	\$456 ²
Change of Operations/ Addition of Owner Application Review	n/a	\$456 ²
Cultivator-Specialty Cottage - Indoor (Type 1C-Canopy up to 500 ft ²)	n/a	\$3,648 ⁱⁱⁱ
Cultivator-Specialty - Indoor (Type 1A-Canopy 500 ft ² - 5,000 ft ²)	n/a	\$5,472 ^{iv}
Cultivator-Small - Indoor (Type 2A-Canopy 5,001 ft ² - 10,000 ft ²)	n/a	\$5,472 ⁵
Cultivator-Medium - Indoor (Type 3A-Canopy 10,001 ft ² - 22,000 ft ²)	n/a	\$5,472 ⁵
Cultivator-Specialty Cottage - Mixed Light (Type 1C-Canopy up to 2,500 ft ²)	n/a	\$5,472 ⁵
Cultivator-Specialty - Mixed Light (Type 1B-Canopy 2,501 ft ² - 5,000 ft ²)	n/a	\$5,472 ⁵
Cultivator-Small - Mixed Light (Type 1B-Canopy 5,001 ft ² - 10,000 ft ²)	n/a	\$5,472 ⁵
Cultivator-Medium - Mixed Light (Type 3B-Canopy 10,001 ft ² - 22,000 ft ²)	n/a	\$5,472 ⁵
Processor	n/a	\$5,472 ⁵
Nursery (Type 4)	n/a	\$3,648 ⁴
Distributor (Type 11)	n/a	\$2,736 ^v
Distributor (Type 11-Transport Only)	n/a	\$2,736 ⁶
Distributor (Type 11-Transport Only Self-Distribution)	n/a	\$2,736 ⁶
Manufacturer 1-Nonvolatile Extraction (Type 6)	n/a	\$5,472 ⁵
Manufacturer 2-Volatile Extraction (Type 7)	n/a	\$5,472 ⁵
Manufacturer-Shared Use	n/a	\$5,472 ⁵
Retailer-Non-Storefront Delivery (Type 9)	n/a	\$3,648 ⁴
Retailer-Storefront (Type 10)	n/a	\$5,472 ⁵
Microbusiness (Type 12)	n/a	\$7,296 ^{vi}
Testing Laboratory (Type 8)	n/a	\$5,472 ⁵

Verified Complaint Inspection	n/a	\$152/hour ^{vii}
Additional Inspection/Reinspection	n/a	\$152/hour ⁸
Compliance/Enforcement Case Activities	n/a	\$152/hour ⁸
Office Hearing	n/a	\$152/hour ^{viii}

ⁱ Minimum 3 hours +152/each additional hour

ⁱⁱ Minimum 15 hours +152/each additional hour

ⁱⁱⁱ \$3,648 fee based on 2 hours/month or 24 hours annually

^{iv} \$5,472 fee based on 3 hours/month or 36 hours annually

^v \$2,736 fee based on 1.5 hours/month or 18 hours annually

^{vi} \$7,296 fee based on 4 hours/month or 48 hours annually

^{vii} Hourly rate-actual time

^{viii} Hourly rate-minimum 1-hour