



**TOWN OF LOS GATOS
COUNCIL AGENDA REPORT**

MEETING DATE: 06/21/2022

ITEM NO: 23

DESK ITEM

DATE: June 21, 2022
TO: Mayor and Town Council
FROM: Laurel Prevetti, Town Manager
SUBJECT: Maintain a Ban on Cannabis Businesses in Los Gatos and Consider a Ballot Measure to Tax Cannabis Businesses

REMARKS:

Since the initial publication of the report, staff has learned that Revenue and Taxation Code Section 34011(f) currently precludes cities from taxing medicinal marijuana sales when a customer provides a valid state-issued Medical Cannabis Identification Card and government-issued identification. Staff will continue to monitor the law in this area.

This means that if Senate Bill 1186 passes, the Town would not be able to tax medical cannabis delivery businesses. With this additional information, it may not be worthwhile to pursue a ballot measure for a tax on cannabis businesses.

Attachment 6 contains public comments received beginning 11:00 a.m., Monday, June 20, 2022 through 11:00 a.m., Tuesday, June 21, 2022.

Attachment 7 contains the scientific cannabis community survey results.

Attachments Previously Received with the Staff Report:

1. Consultant Study
2. Map of State Buffer Areas
3. Public Comment

Attachments Received with Previous Addendum:

4. Public comment received between 11:00 a.m., Thursday, June 16, 2022, and 11:01 a.m., Friday, June 17, 2022.

Reviewed by: Town Manager, Assistant Town Manager, Town Attorney, and Finance Director

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Attachments Received with Previous Addendum B:

5. Public comment received beginning at 11:00 a.m., Friday, June 17, 2022, through 11:00 a.m., Monday, June 20, 2022.

Attachments Received with this Desk Item:

6. Public comment received beginning 11:00 a.m., Monday, June 20, 2022 through 11:00 a.m., Tuesday, June 21, 2022.
7. Scientific Cannabis Community Survey Results