

## Memorandum

To: Mayor and City Council

Cc: Daniel Buchholtz, City Administrator/Clerk/Treasurer

From: Wanda Brown, Deputy City Clerk

Date: November 30, 2023

Subject: Proposal for Current Edible Cannabinoid Business

As we continue to navigate the evolving landscape of the cannabis industry, it has become evident that we must address the status of current edible cannabinoid businesses. The purpose of this memo is to propose increasing the number of lower potency licenses to allow existing business approved under our original licensing ordinance to continue operations to ensure a smooth transition for these existing businesses into the State new regulatory framework.

Background: The edible cannabinoid industry has experienced substantial growth and innovation in recent years, contributing to the overall expansion of the cannabis market. As we move towards establishing a more comprehensive regulatory framework, it is important to recognize the businesses that have been operating under the previous regulations.

Proposal: To facilitate a seamless transition we increasing the number of lower potency cannabinoid licenses from 2 to 4 to all existing businesses to continue operation.

Staff would appreciate your feedback so an ordinance can be prepared for possible adoption at the December 18 meeting.

I appreciate your consideration of this proposal. If you have any questions, please let me know.