## 

# BILL NO. 2018-61

### ORDINANCE NO. \_\_\_\_\_

AN ORDINANCE TO AMEND LVMC TITLES 6 AND 19 TO ADOPT PROVISIONS ESTABLISHING A BUSINESS LICENSE CATEGORY AND LAND USE REGULATIONS FOR SOCIAL USE VENUES (MARIJUANA), TOGETHER WITH ACCOMPANYING REQUIREMENTS AND LIMITATIONS; AND TO PROVIDE FOR OTHER RELATED MATTERS.

Sponsored by: Councilman Bob Coffin

Summary: Amends LVMC Titles 6 and 19 to adopt provisions establishing a business license category and land use regulations for social use venues (marijuana), together with accompanying requirements and limitations.

THE CITY COUNCIL OF THE CITY OF LAS VEGAS DOES HEREBY ORDAIN AS

11 || FOLLOWS:

SECTION 1: Title 6 of the Municipal Code of the City of Las Vegas, Nevada, 1983 Edition, is hereby amended by adding thereto a new chapter, designated as Chapter 6.96, consisting of

Sections 10 to 100, inclusive, reading as follows:

**6.96.010:** As used in this Chapter:

"Marijuana" has the meaning ascribed to it in NRS Chapter 453D.

"Marijuana paraphernalia" has the meaning ascribed to it in NRS 453D.030 and means any equipment, products, and materials of any kind which are used, intended for use, or designed for use in planting, propagating, cultivating, growing, harvesting, manufacturing, compounding, converting, producing, preparing, testing, analyzing, packaging, repacking, storing, or containing marijuana, or for ingesting, inhaling, or otherwise introducing marijuana into the human body.

"Marijuana products" has the meaning ascribed to it in NRS 453D.030 and means products comprised of marijuana or concentrated marijuana and other ingredients that are intended for use or consumption, such as, but not limited to, edible products, ointments, and tinctures.

"Social use venue" means a business which offers or allows, as part of its business activity, a location and equipment for the consumption of marijuana or marijuana products.

"State regulating authority" means the Department of Taxation of the State of Nevada and/or any other agency assigned to administer NRS 453D.

**6.96.020:** The City Council finds and declares that:

- (A) It is an appropriate exercise of the licensing power to authorize the operation of social use venues subject to appropriate limitations and conditions.
- (B) Nothing in this Chapter is intended to limit the application of State law and regulations governing marijuana products, drug paraphernalia, marijuana paraphernalia or substances that are classified or to be classified as controlled substances under State law and regulations, including without limitation NRS Chapters 453, 453A and 453D, and regulations adopted thereunder.
- (C) Businesses subject to this Chapter are subject to compliance with State law and regulations in accordance with the terms thereof, notwithstanding any provisions of the Chapter that pertain specifically to and are an exercise of the City's licensing and regulatory powers and jurisdiction.
- **6.96.030:** (A) No person shall engage in business as a social use venue within the City without first obtaining a social use venue business license pursuant to this Chapter. The license shall be a privileged license subject to the provisions of LVMC Chapter 6.06. In addition to any other condition that may be imposed upon a business license pursuant to Title 6, the City Council may issue a time-limited license or otherwise condition a license to a specified duration.
- (B) Each licensee under this Chapter shall pay an annual license fee of five thousand dollars.
- (C) A social use venue is authorized to sell, provide or distribute marijuana paraphernalia. Sales of such paraphernalia shall be subject to a general retail license, with license fees to be based on gross sales pursuant to LVMC 6.04.005.
- (D) If the applicant for a social use venue license under this Chapter is someone other than the owner of the property on which the social use venue will be located, the applicant must provide, in connection with the license application, written confirmation by the property owner that the owner is fully aware of the property's intended use.

**6.96.035:** No license under this Chapter is available to any person other than the holder of a license for a medical marijuana dispensary or a retail marijuana store that is located within the City.

**6.96.040:** In addition to any other requirements for a license application that is subject to LVMC Chapter 6.06, the applicant for a social use venue license under this Chapter must submit the following:

- (A) A written statement acknowledging that the applicant understands applicable federal laws, any guidance or directives issued by the U.S. Department of Justice, the laws of the State of Nevada and the laws and regulations of the City applicable thereto concerning the operation of an establishment. The written statement shall also acknowledge that any violation of any laws or regulations of the State of Nevada or of the City, or any activity in violation of any guidance or directives issued by the U.S. Department of Justice, in such place of business, or in connection therewith, or the commencement of any legal proceeding relating to such establishment by federal authorities, may render the license subject to immediate suspension or revocation.
- (B) A written statement to the Director that the applicant will hold harmless, indemnify, and defend the City against all claims and litigation arising from the issuance of a license, including any claims and litigation arising from the establishment, operation, or ownership of the establishment.
- (C) Provide an acknowledgement that the applicant is seeking a privilege under LVMC Chapter 6.06 and understands that each principal must be found suitable to hold such license by the City Council prior to the issuance of any license; that the applicant understands and acknowledges that the burden of proving qualifications to receive a license is at all times on the applicant; that the granting of a license is at the discretion of the City Council; and that the applicant agrees to abide by the decision.
- **6.96.050:** Before the issuance of a license pursuant to this Chapter, the applicant must submit:
  - (A) For approval by the Department:
    - (1) A security plan designed to ensure compliance with this Chapter.
- (2) A training plan by which employees and principals will receive and successfully complete training regarding the effects of marijuana use, overconsumption, safety standards, and sanitation standards, with such training to be provided by a properly licensed provider capable of

Allow any person under the age of twenty-one years inside the establishment.

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(B)

Ensure that at least one qualified person is on the premises at all times during the

or other activities that endanger the health or safety of patrons, employees or the public.

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(E)

is hereby amended by providing that the use "Social Use Venue" is permitted by means of special use permit

in the C-1, C-2, C-M and M Zoning Districts. In order to reflect the amendment, the use "Social Use Venue"

Table 2 of the Land Use Tables adopted in Title 19, Chapter 12, Section 10,

amendments to both Ordinance No. 6289 and the Unified Development Code adopted as Title 19.

SECTION 4:

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shall be added at the appropriate location and the letter "S" shall be inserted in the box that represents the intersection of the row for the use "Social Use Venue" and each of the columns for the C-1, C-2, C-M and M Zoning Districts.

SECTION 5: Title 19, Chapter 12, Section 70, is hereby amended by adding thereto, at the appropriate location, an entry for the use "Social Use Venue" to read as follows:

#### **Social Use Venue**

**Description:** A business which offers or allows, as part of its business activity, a location and equipment for the consumption of marijuana or marijuana products.

### **Minimum Special Use Permit Requirements:**

- \*1. Pursuant to its general authority to regulate the use of marijuana within business establishments, the City Council declares that the public health, safety and general welfare of the City are best promoted and protected by generally requiring a minimum separation between a social use venue and certain other uses that should be protected from the impacts associated with a social use venue. Therefore, except as otherwise provided below, no social use venue may be located within 1000 feet of any school, or within 300 feet of any of the following uses:
  - a. City park;
  - b. Church/house of worship;
- c. Individual care family home, individual care group home, or individual care center (in each case licensed for the care of children);
  - d. Community recreational facility (public); or
- e. Any use whose primary function is to provide recreational opportunities to minors. Such uses include without limitation commercial recreation/amusement (indoor or outdoor); library, art gallery or museum (public); teen dance center; and martial arts studio that provides instruction to minors.
- \*2. The distance separation referred to in Requirement 1 shall be measured with reference to the shortest distance between two property lines, one being the property line of the proposed social use venue which is closest to the existing use to which the measurement pertains, and the other being the property line of that

existing use which is closest to the proposed social use venue. The distance shall be measured in a straight line without regard to intervening obstacles.

- \*3. For the purpose of Requirement 2, and for that purpose only:
- a. The "property line" of a protected use refers to the property line of a fee interest parcel that has been created by an approved and recorded parcel map or subdivision map, and does not include the property line of a leasehold parcel; and
  - b. The "property line" of a social use venue refers to:
- i. The property line of a parcel that has been created by an approved and recorded parcel map or commercial subdivision map; or
- ii. The property line of a parcel that is located within an approved and recorded commercial subdivision and that has been created by a record of survey or legal description, if:
- A. Using the property line of that parcel for the purpose of measuring the distance separation referred to in Requirement 1 would qualify the parcel under the distance separation requirement;
- B. The proposed social use venue will have direct access (both ingress and egress) from a street having a minimum right-of-way width of 100 feet. The required access may be shared with a larger development but must be located within the property lines of the parcel on which the proposed social use venue will be located;
- C. All parking spaces required by this Section 19.12.070 for the marijuana consumption lounge use will be located on the same parcel as the use; and
- D. The owners of all parcels within the commercial subdivision, including the owner of agreement, satisfactory to the City Attorney, that provides for perpetual, reciprocal cross-access, ingress and egress throughout the commercial subdivision.
- \*4. The use shall conform to, and is subject to, the provisions of LVMC Title 6, as they presently exist and may be hereafter amended.
- \*5. The Special Use Permit shall be void without further action if the use ceases for a period exceeding 90 days.

\*6. No Special Use Permit for this use is available for any parcel that is located within 1000 feet of a parcel on which nonrestricted gaming is conducted, measured as described in Minimum Special Use Permit Requirement 2. The prohibition in the preceding sentence does not apply to any parcel regarding which a Special Use Permit for a marijuana dispensary has been approved.

**On-site Parking Requirement:** No additional parking required beyond that which is required for the principal use(s) on the site, if operated in conjunction with other such use(s). If operated as the sole or principal use, one space for each 250 square feet of gross floor area.

SECTION 6: Title 19, Chapter 18, Section 20, is hereby amended by adding thereto, at the appropriate location, the following term and its corresponding definition:

**Social Use Venue.** A business which allows, as part of its business activity, a location and equipment for the consumption of marijuana or marijuana products.

SECTION 7: For purposes of Section 2.100(3) of the City Charter, Sections 19.12.010, 19.12.070 and 19.18.020 are deemed to be subchapters rather than sections.

SECTION 8: The Department of Planning is authorized and directed to incorporate into the Unified Development Code the amendments set forth in Sections 4 to 6, inclusive, of this Ordinance.

SECTION 9: Unless extended by future ordinance, LVMC 6.96.035, as adopted by Section 1 of this Ordinance, shall expire by limitation one year following the effective date of this Ordinance.

SECTION 10: If any section, subsection, subdivision, paragraph, sentence, clause or phrase in this ordinance or any part thereof is for any reason held to be unconstitutional or invalid or ineffective by any court of competent jurisdiction, such decision shall not affect the validity or effectiveness of the remaining portions of this ordinance or any part thereof. The City Council of the City of Las Vegas hereby declares that it would have passed each section, subsection, subdivision, paragraph, sentence, clause or phrase thereof irrespective of the fact that any one or more sections, subsections, subdivisions, paragraphs, sentences, clauses or phrases be declared unconstitutional, invalid or ineffective.

SECTION 11: Whenever in this ordinance any act is prohibited or is made or declared to be unlawful or an offense or a misdemeanor, or whenever in this ordinance the doing of any act is required

1	or the failure to do any act is made or declared to be unlawful or an offense or a misdemeanor, the doing of
2	such prohibited act or the failure to do any such required act shall constitute a misdemeanor and upon
3	conviction thereof, shall be punished by a fine of not more than \$1,000.00 or by imprisonment for a term of
4	not more than six months, or by any combination of such fine and imprisonment. Any day of any violation
5	of this ordinance shall constitute a separate offense.
6	SECTION 12: All ordinances or parts of ordinances or sections, subsections, phrases,
7	sentences, clauses or paragraphs contained in the Municipal Code of the City of Las Vegas, Nevada, 1983
8	Edition, in conflict herewith are hereby repealed.
9	PASSED, ADOPTED and APPROVED this day of, 2019.
10	APPROVED:
11	D.
12	ByCAROLYN G. GOODMAN, Mayor
13	ATTEST:
14	THANK D. HOLMES ASKS
15	LUANN D. HOLMES, MMC City Clerk
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17	APPROVED AS TO FORM:
18	Val Steed, Date
19	Deputy City Attorney
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1	The above and foregoing ordinance was first proposed and read by title to the City Council on the day
2	of, 2018, and referred to a committee for recommendation, the committee being
3	composed of the following members;
4	thereafter the said committee reported favorably on said ordinance on the day of
5	, 2019, which was a meeting of said Council; that at said
6	meeting, the proposed ordinance was read by title to the City Council as
7	amended and adopted by the following vote:
8	VOTING "AYE":
9	VOTING "NAY":
10	ABSENT:
11	APPROVED:
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13	ByCAROLYN G. GOODMAN, Mayor
14	ATTEST:
15	THANKS HOLVES VOIC
16	LUANN D. HOLMES, MMC City Clerk
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