



BOARD OF SUPERVISORS
AGENDA LETTER

Agenda Number:

Clerk of the Board of Supervisors
105 E. Anapamu Street, Suite 407
Santa Barbara, CA 93101
(805) 568-2240

Department Name: Agricultural
Commissioner
Department No.: 051
For Agenda Of: July 7, 2020
Placement: Administrative
Estimated Time:
Continued Item: No
If Yes, date from:
Vote Required: Majority

TO: Board of Supervisors
FROM: Department Cathleen Fisher, Agricultural Commissioner, 681-5600
Director(s)
Contact Info: Matthew Maiten, Deputy Sealer or Kendra Stites, Admin, 681-5600
SUBJECT: CalCannabis Agreement First Amendment #18-0295-1 with the California Department of Food and Agriculture

County Counsel Concurrence

As to form: Yes

Other Concurrence: Risk Management

As to form: Yes

Auditor-Controller Concurrence

As to form: Yes

Recommended Actions:

That the Board of Supervisors:

- a) Approve, ratify and authorize the Chair of the Board of Supervisors to execute the first amendment to an agreement with the California Department of Food and Agriculture (CDFA) for support and services of compliance inspections related to the CalCannabis Licensing Division in the County of Santa Barbara to extend the contract through June 30, 2021.
- b) Determine that the above action involves government funding mechanisms and/or fiscal activities and is not a project under the California Environmental Quality Act (CEQA) pursuant to CEQA Guidelines section 15378(b)(4).

Summary Text:

This item is on the agenda for the Board of Supervisors to review and execute an amendment to an agreement with the CDFA to extend the current agreement period to June 30, 2021, so as to receive reimbursement for the cost of all activities for a CDFA CalCannabis inspection program, up to \$140,000, for performing commercial cannabis cultivation compliance inspections of licensed cultivation sites in Santa Barbara County.

Background:

In June 2017, the California Governor signed into law the Medicinal and Adult-Use Cannabis Regulation and Safety Act (MAUCRSA), which created one regulatory system for both medicinal and adult-use (recreational) cannabis. Under MAUCRSA, the CDFA was designated as the state agency responsible for issuing licenses to commercial cannabis cultivation in California. The Santa Barbara County Agricultural Commissioner in cooperation with the CDFA CalCannabis Division has been providing commercial cannabis cultivation inspections in support of the MAUCRSA for the CDFA CalCannabis program.

Performance Measure:

N/A

Contract Renewals and Performance Outcomes:

N/A

Fiscal and Facilities Impacts:

Budgeted: Yes

Fiscal Analysis:

<u>Funding Sources</u>	<u>2018-2019 FY</u>	<u>2019-2020 FY</u>	<u>2020-2021 FY</u>
	<u>Cost</u>	<u>Cost</u>	<u>Cost</u>
General Fund			
State	\$ 10,000.00	\$ 90,000.00	\$ 40,000.00
Federal			
Fees			
Other:			
Total	\$ 10,000.00	\$ 90,000.00	\$ 40,000.00

Narrative: The total revenue from this contract is \$140,000 which includes \$10,000 for FY18/19, \$90,000 for FY19/20, and \$40,000 for FY20/21.

Key Contract Risks:

If funding for any fiscal year is reduced or deleted by the Budget Act for purposes of this program, the State shall have the option to either cancel this Agreement with no liability occurring to the State, or offer an agreement amendment to the CAC to reflect the reduced amount.

Staffing Impacts:

Legal Positions:

N/A

FTEs:

N/A

Special Instructions:

Please return two fully executed signature pages for Agreement #18-0295-1 and minute order to the Agricultural Commissioner’s Office.

Attachments:

Attachment A: Cannabis Amendment Agreement #18-0295-1

Attachment B: Original executed Cannabis Agreement #18-0295

Authored by:

Matthew Maiten

cc: N/A