PUBLIC MEETING ON CANNABIS

City of Peoria

November 2, 2022
AGENDA

1. Medical Cannabis
2. Recreational Cannabis
3. Policy Decisions Made in 2019
4. Policy Decisions 2022
Medical Cannabis

Illinois residents who have qualifying conditions can register with the state in order to obtain cannabis for medical use.
Medical Cannabis

- Physician certification required.
  - Must have a doctor-patient relationship.
- 52 qualifying conditions are defined.
  - 2014 – 12 conditions
  - 2019 – 35 conditions
- Eligible to purchase 2.5 ounces (70 grams) every 14 days.
  - Can get a waiver with physician certification.
Medical Cannabis

Debilitating Conditions with Highest Number of Certifications

- Chronic Pain: 44%
- PTSD: 23%
- Migraines: 14%
- Osteoarthritis: 13%
- Cancer: 6%
Medical Cannabis - Statewide

- 235,798 approved applications (1,025 < 18yrs)
- 138,052 active patients
- 55 dispensaries statewide
- 2022 retail sales by medical dispensaries:
  $237,439,693.28
- Total retail sales since Nov. 2015 by medical dispensaries:
  $1,522,615,122.40
Medical Cannabis - Peoria

- Trinity Compassionate Care Center
  - 2,846 registered patients (2021)
  - 2,091 registered patients (2020)
  - 1,220 registered patients (2019)

- Peoria County
  - 1,568 active patients (2021)
  - 1,074 qualifying patients (2020)
  - 811 qualifying patients (2019)
Medical Cannabis - Regulation

- Zoning
  - Special uses in all commercial districts.
  - Permitted uses in industrial district.
  - Prohibited in all other districts, including former districts.

- Business License
Cannabis Regulation and Tax Act

As of January 1, 2020, the Cannabis Regulation and Tax Act legalized recreational consumption, possession and sales of cannabis products in Illinois.
Recreational Cannabis

Adults over 21 can possess cannabis for recreational use, subject to the following limits:

<table>
<thead>
<tr>
<th></th>
<th>Resident</th>
<th>Non-Resident</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cannabis</td>
<td>30 grams</td>
<td>15 grams</td>
</tr>
<tr>
<td>Concentrate</td>
<td>5 grams</td>
<td>2.5 grams</td>
</tr>
<tr>
<td>THC</td>
<td>500 mg</td>
<td>250 mg</td>
</tr>
</tbody>
</table>
Recreational Cannabis

<table>
<thead>
<tr>
<th>Use Allowed</th>
<th>Use Prohibited</th>
</tr>
</thead>
<tbody>
<tr>
<td>• Private residences</td>
<td>• Public place</td>
</tr>
<tr>
<td>o *No home delivery</td>
<td>• Motor vehicle</td>
</tr>
<tr>
<td>• On-site cannabis businesses</td>
<td>• School grounds</td>
</tr>
<tr>
<td>o *If authorized by the municipality</td>
<td>• Near someone under 21</td>
</tr>
<tr>
<td></td>
<td>• Near on-duty school bus driver, police officer or firefighter</td>
</tr>
<tr>
<td></td>
<td>• Any business or landlord can prohibit on private property</td>
</tr>
</tbody>
</table>
Dispensary License distribution by BLS Region for licenses issued May 1, 2020

Legend:
- West Central Nonmetropolitan Area
- East Central Nonmetropolitan Area
Recreational Cannabis - Statewide

- FY2020:
  - $406,882,867.57
- FY2021:
  - $1,196,347,747.49
- FY2022:
  - $1,504,067,158.95
Recreational Cannabis - Peoria

- Trinity Compassionate Care Centers
  - 2301 W. Glen (Recreational)
  - 3125 N. University (Recreational & Medical)
## Recreational Cannabis - Peoria

### SPECIAL USE PERMITS

<table>
<thead>
<tr>
<th>Address</th>
<th>Company</th>
<th>Approved</th>
<th>Expiration</th>
<th>State License</th>
</tr>
</thead>
<tbody>
<tr>
<td>5001 N. University</td>
<td>NuMed East Peoria, LLC</td>
<td>1/26/21</td>
<td>3/26/21</td>
<td>Yes</td>
</tr>
<tr>
<td>4600 Brandywine</td>
<td>2018 DT South Beloit, LLC</td>
<td>2/22/22</td>
<td>2/22/24</td>
<td>No</td>
</tr>
<tr>
<td>3929 W. War Memorial</td>
<td>Blue Apple Property, LLC/Word of Weed</td>
<td>9/27/22</td>
<td>9/27/24</td>
<td>Yes</td>
</tr>
<tr>
<td>7628 N. Route 91</td>
<td>Cardinal Ventures, LLC</td>
<td>Pending Before City Council</td>
<td>Yes</td>
<td></td>
</tr>
</tbody>
</table>
Policy Decisions Made in 2019

- Recreational cannabis allowed.
- Reasonable zoning restrictions.
- On-site consumption reserved.
- Tax imposed.
- Business license required.
Policy Decisions Made in 2019

- Recreational cannabis allowed:
  - Ordinance No. 17719 (adopted 10/15/19) allowed cannabis based businesses to operate within the City:
    - Craft grower
    - Cultivation centers
    - Dispensaries
    - Infusers
    - Processers
Policy Decisions Made in 2019

- Reasonable zoning restrictions:
  - Minimum distance limitation of 500’ to a child care facility, school, youth recreation and churches
  - Permitted use in industrial districts
  - Special uses in all commercial districts
  - Prohibited in all other districts, including form districts
## Zoning Restrictions - Comparison

<table>
<thead>
<tr>
<th></th>
<th>Minimum Distance to Church/School</th>
<th>Industrial</th>
<th>Commercial</th>
<th>Form Districts</th>
</tr>
</thead>
<tbody>
<tr>
<td>Alcohol</td>
<td>100’</td>
<td>Permitted</td>
<td>Permitted</td>
<td>Permitted</td>
</tr>
<tr>
<td>Tobacco</td>
<td>350’</td>
<td>Permitted</td>
<td>Permitted</td>
<td>Permitted</td>
</tr>
<tr>
<td>Cannabis</td>
<td>500’</td>
<td>Permitted</td>
<td>Special Use</td>
<td>Prohibited</td>
</tr>
</tbody>
</table>
Policy Decisions Made in 2019

- **On-Site Consumption Reserved:**
  - Smoke Free Illinois amended to allow on-site consumption if: (1) authorized by the local government; (2) business maintains specially designated area; (3) limited to 21+; and (4) locked door. (410 ILCS 82/35(8))
  - Pending Legislation would allow city to issue temporary event licenses for cannabis clubs and tours (HB 144)
Policy Decisions Made in 2019

Tax Imposed:
3% tax adopted via ordinance 17,713 on 9/24/19.

Sample Purchase:

- Purchase Price ($100/THC over 35%) $100.00
- Illinois sales tax (6.25%) $6.25
- County sales tax (1.0%) $1.00
- City sales tax (1.75%) $1.75
- State cannabis tax (25%) $25.00
- County cannabis tax (3%) $3.00
- City cannabis tax (3%) $3.00

**Total cost:** $140.00
Policy Decisions Made in 2019

- Business license required:
  - State license required before City will process local license.
  - Fee Schedule

<table>
<thead>
<tr>
<th></th>
<th>1st Year</th>
<th>2nd Year</th>
<th>3rd Year +</th>
</tr>
</thead>
<tbody>
<tr>
<td>Craft Grower</td>
<td>$1,000</td>
<td>$1,500</td>
<td>$2,000</td>
</tr>
<tr>
<td>Cultivation Center</td>
<td>$5,000</td>
<td>$7,500</td>
<td>$10,000</td>
</tr>
<tr>
<td>Dispensary</td>
<td>$2,500</td>
<td>$3,750</td>
<td>$5,000</td>
</tr>
<tr>
<td>Infuser</td>
<td>$500</td>
<td>$750</td>
<td>$1,000</td>
</tr>
<tr>
<td>Processor</td>
<td>$500</td>
<td>$750</td>
<td>$1,000</td>
</tr>
</tbody>
</table>
Social Equity Applicants

- At least 51% ownership and control by someone who:
  - Has lived in a Disproportionately Impacted Area in 5/10 years.
  - Has been arrested for, convicted of, or adjudicated delinquent for cannabis-related offenses eligible for expungement.

- More than 10 FT employees, and more than half of those:
  - Currently reside in a Disproportionately Impacted Area.
  - Has been arrested for, convicted of, or adjudicated delinquent for cannabis-related offenses eligible for expungement.
Disproportionately Impacted Area
Social Equity Applicants

- Lower application/license fees
- Certain grant and loan programs through DCEO
- Not subject to the state requirement that an applicant for a cannabis dispensary cannot locate within 1500’ of an existing cannabis dispensary
## Social Equity Applicants

<table>
<thead>
<tr>
<th>Entity Name</th>
<th>Conditional License NO.</th>
<th>Condition</th>
<th>License Issue Date</th>
</tr>
</thead>
<tbody>
<tr>
<td>Green Skies – Illinois I LLC</td>
<td>284.000209-CL</td>
<td></td>
<td>7/22/22</td>
</tr>
<tr>
<td><strong>Northern Cardinal Ventures, LLC</strong></td>
<td>284.000233-CL</td>
<td></td>
<td>7/22/22</td>
</tr>
<tr>
<td>Social Equity Investments, LLC</td>
<td>284.000223-CL</td>
<td></td>
<td>7/22/22</td>
</tr>
<tr>
<td>Exxotic Strains LLC</td>
<td>284.000265-CL</td>
<td></td>
<td>7/22/22</td>
</tr>
<tr>
<td>*World of Weed</td>
<td>284.000230-CL</td>
<td></td>
<td>7/22/22</td>
</tr>
<tr>
<td>Fello, Inc.</td>
<td>284.000303-CL</td>
<td></td>
<td>7/29/22</td>
</tr>
<tr>
<td>Project Equity Illinois, Inc.</td>
<td>284.000319-CL</td>
<td></td>
<td>8/12/22</td>
</tr>
</tbody>
</table>

*SUP Approved

**SUP Pending
Policy Decisions 2022
1. Should the City prohibit/limit recreational cannabis?
2. Should the City add any additional zoning or distance limitations?
3. Should the City address on-site consumption?
4. Should the City address social equity applicant status?
Cannabis Survey

https://www.surveymonkey.com/r/CannabisPeoria

*The survey will close November 10, 2022.*