

RESOLUTION NO. 2020-07

**RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SAN JUAN BAUTISTA
ADOPTING CANNABIS BUSINESS TAX RATES**

WHEREAS, the Citizens of San Juan Bautista overwhelmingly adopted Measure I “Cannabis Activities Business Tax” on November 6, 2018; and

WHEREAS, California Government Code authorizes the City to levy a cannabis tax, for revenue purposes, upon business transacted in the City; and

WHEREAS, San Juan Bautista will, therefore, implement these taxes on cannabis business activity operators, and

WHEREAS, the proposed Cannabis Business Activities Tax Rates included on the schedule attached hereto as Exhibit A falls within the applicable minimum and maximum rates set forth in Section 5-32 of the San Juan Bautista Municipal Code as approved by the voters of San Juan Bautista on November 6, 2018; and

WHEREAS, San Juan Bautista is committed to expanding revenues for its citizens to expand services through these taxes; and

NOW, THEREFORE, BE IT RESOLVED that the City Council of the City of San Juan Bautista hereby adopts these Cannabis Business Activities Tax Rates as allowed by 2018 Measure I and that the San Juan Bautista City Council hereby adopts the Cannabis Business Activities Tax Rates set forth in Exhibit A attached hereto, to be imposed immediately upon all cannabis business within the city limits of the City of San Juan Bautista and collected beginning July 1, 2020, and on July 1 of each succeeding fiscal year thereafter.

PASSED AND ADOPTED by the City Council of the City of San Juan Bautista at a regular meeting duly held on the 21st day of January 2020 by the following vote:

AYES: Edge, Freeman, Jordan, DeVries, Flores

NOES: None

ABSENT: None

ABSTAIN: None

ATTEST:


Mary Vasquez Edge, Mayor



Laura Cent, City Clerk

EXHIBIT A

CANNABIS BUSINESS ACTIVITIES TAX RATES	
Cannabis Business Activity Type: Cultivation	Per Square Foot
Indoor/Mixed light	\$5.00
Cannabis Business Activity Type: Distribution	% of Gross Receipts
Distributor	4%
Cannabis Business Activity Type: Manufacturing	% of Gross Receipts
Manufacturing	5%
Cannabis Business Activity Type: Retail	% of Gross Receipts
Retail	5%
Cannabis Business Activity Type: Lab. Testing	% of Gross Receipts
Laboratory Testing	3%
Cannabis Business Activity Type: Microbusiness	% of Gross Receipts
	5%