## SENATE COMMITTEE ON BUDGET AND FISCAL REVIEW

## Senator Nancy Skinner, Chair 2021 - 2022 Regular

Bill No: AB 166 Hearing Date: September 7, 2021

**Author:** Committee on Budget

**Version:** September 5, 2021 Amended

**Urgency**: Yes **Fiscal**: Yes

Consultant: Yong Salas

**Subject:** Department of Cannabis Control: licensure: fee waivers and deferrals

**Summary:** This bill contains statutory provisions related to cannabis necessary to implement the Budget Act of 2021.

**Proposed Law:** This bill makes the following statutory changes:

- 1) Requires the Department of Cannabis Control to develop and implement a fee waiver program by January 1, 2022.
- 2) Requires the Department of Cannabis Control to develop and implement a fee deferral program by January 1, 2023.
- 3) Defines social equity applicants and licensees for purposes of cannabis fee waivers and deferrals, who must demonstrate the following:
  - a) In local jurisdictions with equity programs, applicants must be local equity applicants or licensees. In local jurisdictions without equity programs, applicants must be local applicants or licensees.
  - b) They, individually or in combination with other equity applicants who qualify, own at least 50 percent of the business.
  - c) They satisfy at least one of the following:
    - i. Have a prior arrest or conviction for past criminal justice policies related to cannabis prohibition.
    - ii. Reside in a low-income house.
    - iii. Reside in an area that has been disproportionately impacted by past criminal justice policies related to cannabis prohibition.
  - d) Allows the Department to further refine criteria.
- 4) Makes technical changes to the statutes related to provisional licensing.

**Fiscal Impact:** Appropriates \$10,000 to the State Department of Cannabis Control for purposes of implementing this act.

**Support:** None on file.

**Opposed:** None on file.

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