CITY OF KALAMAZOO, MICHIGAN

RESOLUTION NO. 18-34

A RESOLUTION TO ESTABLISH ANNUAL FEES FOR MEDICAL MARIHUANA FACILITY OPERATING PERMITS

Minutes of a regular meeting of the City Commission of the City held on May 21, 2018, at or after 7:00 p.m., local time, at City Hall.

PRESENT: Commissioners: Anderson, Cooney, Cunningham, Sykes, Urban, Mayor Hopewell

ABSENT: Commissioners: Vice Mayor Knott

WHEREAS, Section 20B-5 of the Code of Ordinances for the City of Kalamazoo allows the City to charge an annual fee to defray the administrative and enforcement costs associated with Medical Marihuana Facilities located in the City; and

WHEREAS, the proposed fees are a reasonable estimate of the costs the City of Kalamazoo will incur for these activities; and

WHEREAS, the maximum fees allowed under MCL Section 333.27205, Section 20B-5 of the Kalamazoo City Code and Section 199 of the Kalamazoo City Charter are $3,000 for Provisioning Centers and $5,000 for all other types of Medical Marihuana Facilities.

NOW, THEREFORE, BE IT RESOLVED that the following fees shall be due and payable in full for each Medical Marihuana Operating Permit at the time application is made for such permits:

<table>
<thead>
<tr>
<th>Facility Type</th>
<th>Permit Fee</th>
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</thead>
<tbody>
<tr>
<td>Provisioning Center</td>
<td>$3,000</td>
</tr>
<tr>
<td>Grower</td>
<td>$5,000</td>
</tr>
<tr>
<td>Processor</td>
<td>$5,000</td>
</tr>
<tr>
<td>Secure Transporter</td>
<td>$5,000</td>
</tr>
<tr>
<td>Safety Compliance Facility</td>
<td>$5,000</td>
</tr>
</tbody>
</table>

BE IT FURTHER RESOLVED that $500 of each permit fee is designated for costs associated with administration of the application process and is non-refundable; and the remaining portion of each fee is designated for costs associated with ongoing administration and enforcement and may be refunded if a Medical Marihuana Operating Permit is not issued.

The above resolution was offered by Commissioner Cooney and supported by Commissioner Cunningham.
AYES, Commissioners: Anderson, Cooney Cunningham, Sykes, Urban, Mayor Hopewell

NAYS, Commissioners: None

ABSTAIN, Commissioners: None

RESOLUTION DECLARED ADOPTED.

CERTIFICATE

The foregoing is a true and complete copy of a resolution adopted by the City Commission of the City of Kalamazoo at a regular meeting held on May 21, 2018. Public notice was given and the meeting was conducted in full compliance with the Michigan Open Meetings Act (PA 267, 1976). Minutes of the meeting will be available as required by said Act.

Scott A. Borling, City Clerk