

# City Council Agenda Memo

**From:** Bonnie Foster, City Clerk

**Council Meeting:** December 13, 2022

**Subject:** Change in Location Request: Medical Cannabis Dispensary  
-- Shangri-La SD, LLC, dba Shangri-La Dispensary

**Presenter:** Bonnie Foster, City Clerk  
Steve Britzman, City Attorney

**Summary:**

Shangri-La SD, LLC, dba Shangri-La Dispensary, has requested a location change for their Medical Cannabis Dispensary from 129 and 133 Main Avenue South, to 1010 6<sup>th</sup> Street. Their Medical Cannabis Dispensary Application was approved by the City Council on February 9, 2022. City Staff requests City Council Action to approve a change in location for a Medical Cannabis Dispensary.

**Background:**

Shangri-La SD, LLC, dba Shangri-La Dispensary, was approved as a Medical Cannabis Dispensary by the City Council on February 9, 2022. The approved location was 129 and 133 Main Avenue South. Shangri-La is requesting for a change in location to 1010 6<sup>th</sup> Street. This is the former location of Brothers Pharmacy.

As stated in Ordinance 21-028, Section 25 Change of Location, states: "A medical cannabis establishment licensee may apply to the City for a change in location of the licensed premises. The inquiry by the City into the request for a change of location of the licensed premises may include any item that may be reviewed for a new medical cannabis establishment license, provided that the qualifications of the licensee to hold a license for a medical cannabis establishment shall not be subject to review so long as the licensee meets all requirements of this ordinance and any provisions of State law at the time the license was originally issued and remains in compliance with this ordinance subsequent to the issuance of said license.

The application is complete with as stated requirements.

**Item Details:**

City Staff and the City Attorney have reviewed the change of location request for Shangri-La SD, LLC, dba Shangri-La Dispensary.

The application is complete, with proof of possession of the property, by deed or purchase agreement confirmed. The site location, 1010 6<sup>th</sup> Street, meets zoning

requirements. An inspection of the facility prior to opening and after remodeling will be necessary.

Once the Establishment Certificate is issued by the State, the City will inspect the facility for compliance with City Ordinance.

**Legal Considerations:**

City Attorney Steve Britzman has reviewed the application, verified ownership, and has determined the Application and attachments satisfy the requirements for a Medical Cannabis License, with the License subject to City inspection prior to operation.

**Strategic Plan Consideration:**

Establishment of a Medical Cannabis Dispensary will provide benefits to those in need of medical cannabis.

**Financial Considerations:**

As set in Resolution 21-075:

- Medical Cannabis Application Fee of \$5,000
- Medical Cannabis Establishment License Fee of \$5,000
- Medical Cannabis Establishment – Change of Location Fee – proposed \$2,500

**Options and Recommendation:**

The City Council has the following options:

1. Approve as presented
2. Amend
3. Deny
4. Move the item to a study session
5. Discuss / take no action / table

Staff recommends approval of the resolution as presented.

**Supporting Documentation:**

Application

Location Map

Ordinance 21-028