



## NYE COUNTY BOARD OF COUNTY COMMISSIONERS AGENDA ITEM REQUEST FORM

<b>Department:</b> Planning/Code Compliance	<b>Meeting Date:</b>
<b>Category:</b> Timed Agenda Item - 10:00 a.m.	January 3, 2023
<b>Prepared by:</b> Steve Osborne	<b>Phone:</b> (775) 751-4246
<b>Presented by:</b> Brett Waggoner	<b>Phone:</b> (775) 751-4244
<b>Action requested:</b> (Include what, with whom, when, where, why, and terms) Public Hearing, discussion and deliberation to adopt, amend and adopt, or reject Nye County Bill No. 2022-03: A Bill proposing to amend Nye County Code Title 17, titled Comprehensive Land Use Planning and Zoning, Chapter 17.06 titled "Marijuana Establishments; Zoning Requirements," by changing marijuana to cannabis, amending Section 17.06.040, titled Requirement to Obtain a Special Use Permit, relating to transferability of a Special Use Permit, adding the authority for entering on the property and for quarterly or annual compliance, and adding the time period to accept applications after a previous application was disapproved or withdrawn; and providing for the severability, constitutionality and effective date thereof; and other matters properly relating thereto.	
<b>Complete description of requested action:</b> (Include, if applicable, background, impact, long-term commitment, existing county policy, future goals, obtained by competitive bid, accountability measures) Adoption of this Bill would establish the regulations for the operation of cannabis consumption lounges in Nye County, including the requirement to obtain a special use permit from the BOCC. Staff recommends adoption with an effective date of January 23, 2023.	
<b>Recommendation:</b> Staff recommends adoption with an effective date of January 23, 2023.	

### Financial Impact

Cost:	Fund Name:	Fund #:
Budgeted: <input type="checkbox"/> Yes <input type="checkbox"/> No <input checked="" type="checkbox"/> N/A	FY:	<input type="checkbox"/> One-Time <input type="checkbox"/> Recurring
Comments:		

### Review & Approval

Legal Review Required: <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Legal Approval Received: <input checked="" type="checkbox"/>	Date: 11/25/22
Financial Review Required: <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No	Submitted to Finance: <input type="checkbox"/>	Date:
Administrative Manager Review: <input checked="" type="checkbox"/>	Place on Agenda: <input checked="" type="checkbox"/>	Initials: ST

Item # 9

## BILL NO. 2022-03

## NYE COUNTY ORDINANCE NO. \_\_\_\_\_

**SUMMARY:** A Bill proposing to amend Nye County Code Title 17, titled Comprehensive Land Use Planning and Zoning, Chapter 17.06 titled “Marijuana Establishments; Zoning Requirements,” by changing marijuana to cannabis, amending Section 17.06.040, titled Requirement to Obtain a Special Use Permit, relating to transferability of a Special Use Permit, adding the authority for entering on the property and for quarterly or annual compliance, and adding the time period to accept applications after a previous application was disapproved or withdrawn, and providing for the Severability, Constitutionality and Effective Date thereof; and other matters properly relating thereto.

**TITLE:** A BILL PROPOSING TO AMEND NYE COUNTY CODE TITLE 17, TITLED COMPREHENSIVE LAND USE PLANNING AND ZONING, CHAPTER 17.06 TITLED “MARIJUANA ESTABLISHMENTS; ZONING REQUIREMENTS,” BY CHANGING MARIJUANA TO CANNABIS, AMENDING SECTION 17.06.040, TITLED REQUIREMENT TO OBTAIN A SPECIAL USE PERMIT, RELATING TO TRANSFERABILITY OF A SPECIAL USE PERMIT, ADDING THE AUTHORITY FOR ENTERING ON THE PROPERTY AND FOR QUARTERLY OR ANNUAL COMPLIANCE, AND ADDING THE TIME PERIOD TO ACCEPT APPLICATIONS AFTER A PREVIOUS APPLICATION WAS DISAPPROVED OR WITHDRAWN, AND PROVIDING FOR THE SEVERABILITY, CONSTITUTIONALITY AND EFFECTIVE DATE THEREOF; AND OTHER MATTERS PROPERLY RELATING THERETO.

**WHEREAS**, pursuant to NRS 244.119, the Nye County Board of Commissioners (Board) is authorized to amend the Nye County Code; and

**WHEREAS**, pursuant to Nye County Code Chapter 17.06, the Board has established the process for applying for Special Use Permits for marijuana (cannabis) establishments; and

**WHEREAS**, in 2021 Governor Sisolak signed Assembly Bill 341 which allows for the legalization of cannabis consumption lounges in Nevada; and

**WHEREAS**, the Board desires to allow licensed cannabis consumption lounges to operate within Nye County;

**NOW, THEREFORE**, pursuant to NRS 244.110, the Board of County Commissioners of the County of Nye, State of Nevada, does ordain:

**NYE COUNTY CODE IS HEREBY AMENDED AS FOLLOWS**, with ~~Deletions~~ shown in strike-through, red font, and additions and modifications shown in underscored blue font:

## **CHAPTER 17.06 CANNABIS ESTABLISHMENTS; ZONING REQUIREMENTS**

### **17.06.010: Intent; Generally,**

- A. The intent of this chapter is to establish the zoning, land use and development requirements applicable to cannabis establishments, including cannabis consumption lounges, as authorized under Nevada Revised Statutes chapters 453A and 453D and Nevada Administrative Code 453A of Nevada state law for all areas within Nye County, including those areas within the Pahrump regional planning district.
- B. In regard to existing approvals for medical cannabis establishments, any establishment approved by the Board as a medical cannabis establishment prior to July 1, 2017 hereof is hereby deemed to be approved as a cannabis establishment, provided that the medical cannabis establishment's special use permit was in good standing on July 1, 2017, and subject to the scope, terms and conditions of the original special use permit. The original special use permit shall be amended administratively.
- C. The special use permit provides conditional approval for a location and conceptual plan of development for a cannabis establishment. This does not provide any vested right or guarantee that a cannabis establishment will be approved by the State of Nevada or that a privileged cannabis license(s) will be granted by the Nye County Commission under NCC Chapter 5. (Ord. 549, 2019; Ord. 511, 2017)

### **17.06.020: Definitions**

The words and phrases used in this chapter shall have the meanings as follows or as defined in NRS 453D.030 or 453A.010 to 453A.170:

BOARD: The Nye County Board of County Commissioners.

COMMUNITY FACILITY: Any of the following: a facility that provides daycare to children, a public park, a playground, a public swimming pool, a center or facility which provides recreational opportunities or services to children or adolescents, a church, synagogue, or other building, structure or place used for religious worship or other religious purposes. (Ord. 549, 2019; Ord. 511, 2017)

### **17.06.030: Cannabis Establishment Zoning Requirements**

Cannabis establishments, including adult-use cannabis, medical cannabis, and cannabis consumption lounges, shall be allowed within the light industrial (LI), heavy industrial (HI), general commercial (GC), commercial manufacturing (CM), and business opportunity overlay (BO) zones if located within the Pahrump regional planning district or in any other area outside of the Pahrump regional planning district that permits general commercial, manufacturing, light industrial and/or heavy industrial uses, subject to compliance with the distance separation requirements and other restrictions contained herein and upon the approval of a special use permit as required in this chapter. (Ord. 549, 2019; Ord. 511, 2017)

### **17.06.040: Requirement To Obtain A Special Use Permit**

Any cannabis establishment shall require the approval and be conducted in compliance with the terms and conditions, of a special use permit.

- A. Administration And Enforcement:

1. Designation Of Planning Authority: For purposes of the administration of special use permits as provided for in this chapter the Board shall be designated as the planning authority for all areas in Nye County, to include those areas which may be located within a planning district or under the authority of a planning commission.
2. Penalties: Any person violating any provision of this chapter is guilty of a misdemeanor and is subject to a fine of not less than five hundred dollars (\$500.00) and not more than one thousand dollars (\$1,000.00) and/or imprisonment in the county jail for a period not to exceed six (6) months. Any act that is prohibited, or the result from the failure to perform required acts, shall constitute a violation of this chapter. Any person is guilty of a separate offense for each and every day during any portion of which any violation of this chapter is committed or continued.
3. Abatement Proceedings: In addition to any penalties that may be imposed, any use of property, or the establishment of any building, structure or use contrary to the provisions of this chapter or in violation of any condition attached to the granting of a special use permit, the county may commence proceedings for the abatement in accordance with this code or state law, or may pursue other remedies as provided by law.
4. Revocation Of Special Use Permit: Failure to abide by and faithfully comply with the provisions of this chapter with respect to use, development standards, or maintenance requirements, with any other requirement of this code, with any applicable requirement of the Nevada Revised Statutes or Nevada administrative code, or with any and all conditions attached to the granting of any land use application hereunder is unlawful and a public nuisance, and shall constitute grounds for the revocation of the same, or any permit or license issued in conjunction with the application.
  - a. Upon discovery of such a violation, the county may commence proceedings for the revocation thereof in accordance with applicable provisions of this code or may pursue other remedies as provided by law. If the Board determines that there is sufficient cause to revoke the application or permit, a public hearing shall be scheduled before the Board, at which time the property owner or other interested party may show cause as to why the permit should or should not be revoked. If the Board revokes the permit, it shall specify for the record the reasons for its action.
  - b. The revocation of a business license, or the revocation of permits, which are no longer appealable, to conduct a use or the failure to obtain or maintain a valid certificate of registration issued by the state of Nevada shall cause any special use permit to become invalid without the hearing specified in subsection A4a of this section.
5. Term Of Special Use Permit: Any special use permit issued herein shall remain in effect only for a period of one (1) year from the date of issuance unless the applicant receives a license to operate a cannabis facility from Nye County. If the applicant receives a license to operate a cannabis facility, then the special use permit will remain in effect provided the cannabis establishment is in compliance with all conditions of the special use permit and the establishment continues to maintain a valid Nye County cannabis license. The special use permit granted herein is restricted to the building and process as described in the application and approved under site

development review described under NCC 17.04.950, any expansion or modifications will require an amendment to the SUP. Failure to maintain a valid cannabis license for the premises shall cause any special use permit issued herein to become void and invalid.

6. Transferability Of Special Use Permit: Any special use permit approved by the Board shall be specific to the cannabis establishment business owner as specified on the permit. An application for a special use permit shall be made by the new cannabis establishment license holder within forty-five (45) days after the license is approved by the Board. Failure to submit the application within the forty-five (45) day timeline will trigger a show-cause hearing.

Any change in ownership in the cannabis establishment that is approved by the Board through the process as defined in § 5.32 will deem that special use permit to be administratively transferrable to the new cannabis establishment business owner that was approved, and the special use permit will be valid for the same terms as the original special use permit and shall be subject to the same use at the same location.

7. Cumulative Remedies: All remedies provided herein shall be cumulative and not exclusive.

B. Application Process:

1. Form: Applications for a special use permit shall be submitted to the Nye County planning director ("director") on a form or format as specified by the director. In addition to any other information as may be required by the director, each applicant must submit the following:
  - a. If the application is submitted by an agent for the property owner, the application must include a signed affidavit from the owner that the owner knows that the proposed use of the property is for a cannabis establishment;
  - b. A site plan showing the location of any existing or proposed buildings or structures, vehicular access, parking areas, landscaping, and demonstrating how the proposed facility meets all security requirements;
  - c. A statement with scale drawing or aerial photo that the proposed site is not within one thousand feet (1,000') of a public or private school, and is not within three hundred feet (300') of any other community facility;
  - d. A business plan, including a formal statement of business goals, the reasons the goals are believed attainable, the plan for reaching those goals, and background information about the organization or team attempting to reach those goals; and
  - e. Any other documents the applicant desires to be considered by the Board in consideration of the conditions of approval as set forth herein.
2. Public Hearing Notice Requirements: Upon the filing of a complete application for a special use permit, the planning director shall give notice setting forth the time, place and purpose of such hearing. Notice of such hearing must be mailed at least ten (10) calendar days prior to the hearing to:
  - a. The applicant;
  - b. Each owner of real property, as listed on the county assessor's records, located within three hundred feet (300') of the property in question;
  - c. The owner, as listed on the county assessor's records, of each of the thirty (30) separately owned parcels nearest the property in question, to the extent this

notice does not duplicate the notice given pursuant to subsection B2b of this section;

- d. Any advisory or town board which has been established for the affected area by the governing body;
  - e. If a military installation is located within three thousand feet (3,000') of the property in question, the commander of that military installation;
  - f. If an Indian reservation is located within three thousand feet (3,000') of the property in question, the chief and council of the Indian reservation and the United States department of the Interior Bureau of Indian affairs (BIA); and
  - g. The Nye County sheriff, EMS, and fire department.
- C. Standards For Approval: The Board shall determine which application submits a plan and proposal that meets the needs of the residents of Nye County. The following criteria shall be evaluated by the Board:
- 1. Sufficiency and viability of the financial plan showing the resources of the applicant and proof the applicant has adequate funds to support the business plan as presented.
  - 2. Sufficiency and viability of an electronic verification system, inventory control system, adequate building security and fire protection measures.
  - 3. Adequacy of a conceptual transportation plan that addresses product security during the transport of cannabis from seed to sale.
  - 4. Capability to provide safe and secure packaging of cannabis products that would assist in reducing the exposure of children to the dangers of cannabis.
  - 5. Whether the design of the cannabis establishment maintains a professional appearance and is compatible with existing uses or future uses in the proposed area of development.
  - 6. Whether crime or other factors in the area of a proposed cannabis establishment pose an undue threat to the security of the proposed establishment, its product, employees or prospective patrons and the proposed mitigating strategy incorporated into the physical or other security plan to deter or negate that threat.
  - 7. Whether dispensaries will provide convenient access to those authorized to use cannabis to a sufficient distribution of cannabis.
  - 8. Economic impact and job creation for the surrounding community and Nye County as a whole.
  - 9. Any other criteria as identified by the Board.
- D. Mandatory Conditions of Approval: The Board will adopt standard conditions of approval and minimum security standards for cannabis establishments. The Board may impose additional conditions or conditions of approval that are more restrictive than those required by this section in the sole discretion of the Board. The approval of any special use permit authorizing the operation of a cannabis establishment must contain at a minimum the following conditions:
- 1. Certificate Required Prior To Commencing Operations: The special use permit grantee must provide to the planning director a copy of the registration certificate or license issued by the state of Nevada prior to applying for a Nye County cannabis license and receive the Nye County license before commencing operations.
  - 2. Must Meet State Law Requirements: The establishment must continue to meet all requirements for a cannabis establishment to qualify for and maintain its certificate of registration or license as set forth by state law.
  - 3. Must Comply With Operating Procedures: The establishment must comply with all operating procedures required by state law, Nye County Code, or specific requirements of the SUP or Nye County cannabis license.

4. Prohibit Consumption of Cannabis: With the exception of cannabis consumption lounges, the establishment must prohibit anyone from consuming cannabis on the premises.
5. Signage: For production and cultivation establishments: If the establishment has on site signage, the signage shall be limited to one wall sign not to exceed two (2) square feet in size. On site signs for dispensaries and cannabis consumption lounges shall not exceed twenty-five (25) square feet in size. All signage must obtain approval from the state and comply with Nye County sign ordinances.
6. Age Restrictions: All establishments, with the exception of dispensaries, must prohibit anyone under the age of twenty-one (21) years on the premises. Patients eighteen (18) years of age or older possessing a valid cannabis card shall be allowed to enter a dispensary.
7. Prohibit Certain Activities: The establishment must prohibit cannabis activities including, without limitation, cultivating, growing, processing, displaying, selling or storage from being conducted outdoors unless specifically allowed in the special use permit.
8. Enclosed Facilities: All cultivation or production of cannabis that a cultivation facility carries out or causes to be carried out must take place in an enclosed facility, with the exception that outdoor cultivation may be allowed if requested by the applicant during the special use permit application process and approved by the Board.
9. Display Of Cannabis: The establishment must prevent cannabis or paraphernalia from being displayed or kept in a manner that is visible from outside the facility.
10. Security Systems: Each facility will submit and receive approval for their security plan during the site development approval stage. This security plan will at a minimum require the applicant to install security surveillance cameras that monitor all entrances, along with the interior and exterior of the premises. Recordings from these cameras must be maintained in a retrievable manner for at least thirty (30) days from the date recorded. Surveillance systems shall include a lighting system. The system must be available to the Nye County sheriff's office for real time surveillance and response.
11. Access Control and Burglary Alarm Systems: The establishment must install and maintain in good working condition robbery and burglary alarm systems that are monitored twenty-four (24) hours a day and seven (7) days a week and/or have a security guard on duty at all times consistent with approved security plan.
12. Ventilation Systems: The establishment must install a properly designed, sized, and maintained ventilation and air quality control system appropriate for the square footage of the facility and number of plants to control air quality and control odors from leaving the establishment. The applicant also acknowledges undesirable pollens from outside sources may exist and it is the responsibility of the establishment to take measures necessary to filter the air intakes to the establishment to prevent contamination at the establishment's expense. The establishment must also hold Nye County harmless should any cross contamination occur within their establishment.
13. Interior Signage: The establishment must post a legible sign inside the facility stating that:
  - a. The use or distribution of cannabis is a violation of federal law.
  - b. The possession, use, or distribution of cannabis must be in accordance with state law and local regulations.

- c. With the exception of cannabis consumption lounges, consumption of cannabis on the premises is prohibited.
  - d. No one under the age of twenty-one (21) years is permitted on the premises with the exception of patients possessing a valid medical cannabis card who may enter the premises of a licensed dispensary.
- 14. Affidavit Acknowledging Violation of Law: The special use permit grantee shall record a notarized affidavit in which the grantee acknowledges that the operation of a cannabis establishment is a violation of federal law.
- 15. The special use permit grantee shall submit to Nye County and obtain approval of a Site Development Plan, which shall comply with all site development standards outlined in NCC 17.04.720 through 17.04.770.
- 16. Security And Transportation Plan: The special use permit grantee shall submit a security and transportation plan as part of Site Development Review compliant with Nevada Revised Statutes 453A, 453D, NAC 453A.
- 17. Waste Disposal:
  - a. The proposed method and procedures of cannabis waste disposal shall be described in the security and transportation plan and must conform to the requirements in NRS 453A, NRS 453D and NAC 453A.
  - b. A description and process for separation, storage and disposal of product lots which do not meet the requirements for cannabis (i.e., failed test product) must be developed, monitored and approved. The location of the area where the failed test products will be stored, such as quarantine rooms, shall be specified in the security plan.
  - c. All on-site trash bins shall be completely enclosed with walls or fences with a solid roof and locking gates to prevent unauthorized access to the trash bins.
- 18. Closure or Bankruptcy:
  - a. A plan for the disposal, maintenance or transfer of all plant material, products and usable cannabis due to any of the following conditions:
    - 1. Closure of the establishment, revocation or nonrenewal of the registration certificate or license issued by the State regulating authority, or revocation or nonrenewal of a license for any reason by any regulating authority; and
    - 2. The appointment of an administrator, receiver, trustee, or assignee in the event of the receivership, bankruptcy, or assignment for benefit of creditors of any licensee.
  - b. The plan must include the following elements:
    - 1. Notification of the County within ten (10) days of any such event set forth above;
    - 2. The cessation of all sales of cannabis products including wholesale, edible or infused products and dispensary sales until such time as a new certificate or license has been issued by all necessary regulating authorities and a license has been granted by the County;
    - 3. An inspection prior to the transfer of any materials to be disposed of or transferred to another licensed medical cannabis establishment or cannabis establishment; and
    - 4. The plan must be executable within ten (10) days and following notification of the County.



19. Nye County reserves the right to review and revise any conditions of approval should it determine that a subsequent license or permit is issued by Nye County that is contrary to the cannabis operation or violates the intent of the original approval.
  20. Any code compliance officer, sheriff's officer, or other authorized representative of Nye County shall have the authority to enter upon the property or into the facility when they have reason to believe that the provisions of the special use permit or any applicable State law or Nye County Code is being violated.
  21. Any code compliance officer, sheriff's officer, or other authorized representative of Nye County shall have authority to enter upon the property or into the facility for the purposes of quarterly or annual compliance inspections during reasonable times or during normal hours of operation.
  22. All cannabis establishments shall comply with Nevada Cannabis Compliance Board ("CCB") regulations, policies, and licensing requirements.
- E. Cannabis Establishment Location Restrictions: All facilities for cannabis establishments must be located a distance of at least one thousand feet (1,000') from any property line of a parcel that has an established public or private school, and shall not be located within three hundred feet (300') of any property line of a parcel that has any other established community facility at the time of issuance of the special use permit.
- F. Security And Screening Standards for The Cultivation of Cannabis:
1. The requirements in Nevada Revised Statutes 453A, NRS 453D and NAC 453A are hereby adopted by reference.
  2. Cannabis may only be cultivated in an indoor area equipped with locks or other security devices that permit access only by those authorized by state law to cultivate cannabis unless an outdoor grow plan is specifically approved for the location. An outdoor grow plan will be approved as part of an SUP and include the specific size and location, setbacks from property lines, fencing, access and special security measures.
  3. Cannabis is not allowed to be cultivated in a location or manner that is visible from any area normally accessible to the general public or from any point off the parcel.
  4. All requirements, standards and conditions for the cultivation of cannabis in state statute and regulations must be met at all times.
- G. Extensions Of Time: Any grantee of a special use permit may request an extension of time by submitting the required application form and processing fee to the planning department prior to the expiration date. All applications for an extension of time shall be processed as a public hearing and all decisions shall be made by the Board. (Ord. 549, 2019; Ord. 511, 2017)
- H. Previously Disapproved or Withdrawn Special Use Permit Applications: An application for a special use permit which proposed the same use on the same property that had been previously disapproved or withdrawn after public hearing notices had been sent pursuant to section 17.06.040.B.2, shall not be accepted until the following periods have lapsed from the date of notice of the disapproval or withdrawal:
- a. After the first disapproval or withdrawal: Six (6) months.
  - b. After the second or a subsequent disapproval or withdrawal: Eighteen (18) months.

The time periods described above shall not apply when the Board specifically disapproved the application or approved the withdrawal without prejudice.

SEVERABILITY. If any provision of this ordinance or amendments thereto, or the application there to any person, thing or circumstance is held to be invalid, such invalidity shall not affect the validity or provisions or applications of the ordinance or amendments thereto which can be given effect without the invalid provisions or applications, and to this end the provisions of this ordinance and amendments thereto are declared to be severable.

CONSTITUTIONALITY. If any section, clause or phrase of this ordinance shall be declared unconstitutional by a court of competent jurisdiction, the remaining provisions of this ordinance shall continue in full force and effect.

EFFECTIVE DATE. This Ordinance shall be in full force and effect from and after passage, approval, and publication as required by law, to wit, from and after the 23<sup>rd</sup> day of January, 2023.

Proposed on the 6<sup>th</sup> day of December, 2022

Proposed by: Commissioner \_\_\_\_\_.

Adopted on the \_\_\_\_ day of \_\_\_\_\_, 2023

Vote: Ayes: Commissioners:

Nays: Commissioners:

Absent: Commissioners:

BY: \_\_\_\_\_  
Frank Carbone, Chair  
Nye County Board of  
County Commissioners

ATTEST: \_\_\_\_\_  
Mark F. Kampf  
Clerk and Ex-Officio  
Clerk of the Board

## BILL NO. 2022-03

## NYE COUNTY ORDINANCE NO. \_\_\_\_\_

**SUMMARY:** A Bill proposing to amend Nye County Code Title 17, titled Comprehensive Land Use Planning and Zoning, Chapter 17.06 titled “Marijuana Establishments; Zoning Requirements,” by changing marijuana to cannabis, amending Section 17.06.040, titled Requirement to Obtain a Special Use Permit, relating to transferability of a Special Use Permit, adding the authority for entering on the property and for quarterly or annual compliance, and adding the time period to accept applications after a previous application was disapproved or withdrawn, and providing for the Severability, Constitutionality and Effective Date thereof; and other matters properly relating thereto.

**TITLE:** A BILL PROPOSING TO AMEND NYE COUNTY CODE TITLE 17, TITLED COMPREHENSIVE LAND USE PLANNING AND ZONING, CHAPTER 17.06 TITLED “MARIJUANA ESTABLISHMENTS; ZONING REQUIREMENTS,” BY CHANGING MARIJUANA TO CANNABIS, AMENDING SECTION 17.06.040, TITLED REQUIREMENT TO OBTAIN A SPECIAL USE PERMIT, RELATING TO TRANSFERABILITY OF A SPECIAL USE PERMIT, ADDING THE AUTHORITY FOR ENTERING ON THE PROPERTY AND FOR QUARTERLY OR ANNUAL COMPLIANCE, AND ADDING THE TIME PERIOD TO ACCEPT APPLICATIONS AFTER A PREVIOUS APPLICATION WAS DISAPPROVED OR WITHDRAWN, AND PROVIDING FOR THE SEVERABILITY, CONSTITUTIONALITY AND EFFECTIVE DATE THEREOF; AND OTHER MATTERS PROPERLY RELATING THERETO.

**WHEREAS,** pursuant to NRS 244.119, the Nye County Board of Commissioners (Board) is authorized to amend the Nye County Code; and

**WHEREAS,** pursuant to Nye County Code Chapter 17.06, the Board has established the process for applying for Special Use Permits for marijuana (cannabis) establishments; and

**WHEREAS,** in 2021 Governor Sisolak signed Assembly Bill 341 which allows for the legalization of cannabis consumption lounges in Nevada; and

**WHEREAS,** the Board desires to allow licensed cannabis consumption lounges to operate within Nye County;

**NOW, THEREFORE,** pursuant to NRS 244.110, the Board of County Commissioners of the County of Nye, State of Nevada, does ordain:

**NYE COUNTY CODE IS HEREBY AMENDED AS FOLLOWS,** with ~~Deletions~~ shown in strike-through, red font, and additions and modifications shown in underscored blue font:

## **CHAPTER 17.06 MARIJUANA CANNABIS ESTABLISHMENTS; ZONING REQUIREMENTS**

### **17.06.010: Intent; Generally**

- A. The intent of this chapter is to establish the zoning, land use and development requirements applicable to marijuana cannabis establishments, including ~~retail and medical~~ cannabis consumption lounges ~~marijuana uses~~, as authorized under Nevada Revised Statutes chapters 453A and 453D and Nevada Administrative Code 453A of Nevada state law for all areas within Nye County, including those areas within the Pahrump regional planning district.
- B. In regard to existing approvals for medical marijuana cannabis establishments, any establishment approved by the ~~b~~Board as a medical marijuana cannabis establishment prior to July 1, 2017 hereof is hereby deemed to be approved as a marijuana cannabis establishment, provided that the medical marijuana cannabis establishment's special use permit was in good standing on July 1, 2017, and subject to the scope, terms and conditions of the original special use permit. The original special use permit shall be amended administratively.
- C. The special use permit provides conditional approval for a location and conceptual plan of development for a marijuana cannabis establishment. This does not provide any vested right or guarantee that a marijuana cannabis establishment will be approved by the State of Nevada or that a privileged marijuana cannabis license(s) will be granted by the Nye County Commission under NCC Chapter 5. (Ord. 549, 2019; Ord. 511, 2017)

### **17.06.020: Definitions**

The words and phrases used in this chapter shall have the meanings as follows or as defined in NRS 453D.030 or 453A.010 to 453A.170:

BOARD: The ~~board of~~ Nye County Board of County eCommissioners.

COMMUNITY FACILITY: Any of the following: a facility that provides daycare to children, a public park, a playground, a public swimming pool, a center or facility which provides recreational opportunities or services to children or adolescents, a church, synagogue, or other building, structure or place used for religious worship or other religious purposes. (Ord. 549, 2019; Ord. 511, 2017)

### **17.06.030: Marijuana Cannabis Establishment Zoning Requirements**

Marijuana Cannabis establishments, including ~~retail adult-use~~ marijuana cannabis, ~~and~~ medical marijuana cannabis, and cannabis consumption lounges, shall be allowed within the light industrial (LI), heavy industrial (HI), general commercial (GC), commercial manufacturing (CM), and business opportunity overlay (BO) zones if located within the Pahrump regional planning district or in any other area outside of the Pahrump regional planning district that permits general commercial, manufacturing, light industrial and/or heavy industrial uses, subject to compliance with the distance separation requirements and other restrictions contained herein and upon the approval of a special use permit as required in this chapter. (Ord. 549, 2019; Ord. 511, 2017)

### **17.06.040: Requirement To Obtain A Special Use Permit**

Any marijuana cannabis establishment shall require the approval, and be conducted in compliance with the terms and conditions, of a special use permit.

A. Administration And Enforcement:

1. Designation Of Planning Authority: For purposes of the administration of special use permits as provided for in this chapter the ~~b~~Board shall be designated as the planning authority for all areas in Nye County, to include those areas which may be located within ~~the Pahrump regional~~ a planning district or under the authority of a planning commission.
2. Penalties: Any person violating any provision of this chapter is guilty of a misdemeanor and is subject to a fine of not less than five hundred dollars (\$500.00) and not more than one thousand dollars (\$1,000.00) and/or imprisonment in the county jail for a period not to exceed six (6) months. Any act that is prohibited, or the result from the failure to perform required acts, shall constitute a violation of this chapter. Any person is guilty of a separate offense for each and every day during any portion of which any violation of this chapter is committed or continued.
3. Abatement Proceedings: In addition to any penalties that may be imposed, any use of property, or the establishment of any building, structure or use contrary to the provisions of this chapter or in violation of any condition attached to the granting of a special use permit, the county may commence proceedings for the abatement in accordance with this code or state law, or may pursue other remedies as provided by law.
4. Revocation Of Special Use Permit: Failure to abide by and faithfully comply with the provisions of this chapter with respect to use, development standards, or maintenance requirements, with any other requirement of this code, with any applicable requirement of the Nevada Revised Statutes or Nevada administrative code, or with any and all conditions attached to the granting of any land use application hereunder is unlawful and a public nuisance, and shall constitute grounds for the revocation of the same, or any permit or license issued in conjunction with the application.
  - a. Upon discovery of such a violation, the county may commence proceedings for the revocation thereof in accordance with applicable provisions of this code or may pursue other remedies as provided by law. If the ~~b~~Board determines that there is sufficient cause to revoke the application or permit, a public hearing shall be scheduled before the ~~b~~Board, at which time the property owner or other interested party may show cause as to why the permit should or should not be revoked. If the ~~b~~Board revokes the permit, it shall specify for the record the reasons for its action.
  - b. The revocation of a business license, or the revocation of permits, which are no longer appealable, to conduct a use or the failure to obtain or maintain a valid certificate of registration issued by the state of Nevada shall cause any special use permit to become invalid without the hearing specified in subsection A4a of this section.
5. Term Of Special Use Permit: Any special use permit issued herein shall remain in effect only for a period of one (1) year from the date of issuance unless the applicant receives a license to operate a ~~marijuana~~cannabis facility from Nye County. If the applicant receives a license to operate a ~~marijuana~~cannabis facility, then the special use permit will remain in effect provided the ~~marijuana~~cannabis establishment is in compliance with all conditions of the special use permit and the establishment



continues to maintain a valid Nye County ~~marijuana~~cannabis license. The special use permit granted herein is restricted to the building and process as described in the application and approved under site development review described under NCC 17.04.950, any expansion or modifications will require an amendment to the SUP. Failure to maintain a valid ~~marijuana~~cannabis license for the premises shall cause any special use permit issued herein to become void and invalid.

6. Transferability Of Special Use Permit: Any special use permit approved by the Board shall be specific to the cannabis establishment business owner as specified on the permit. An application for a special use permit shall be made by the new cannabis establishment license holder within forty-five (45) days after the license is approved by the Board. Failure to submit the application within the forty-five (45) day timeline will trigger a show-cause hearing.

Any change in ownership in the cannabis establishment that is approved by the Board through the process as defined in § 5.32 will deem that special use permit to be administratively transferrable to the new cannabis establishment business owner that was approved, and the special use permit will be valid for the same terms as the original special use permit and shall be subject to the same use at the same location.

~~6. Any special use permit approved by the Board shall be specific to the ~~marijuana~~cannabis establishment business owner as specified on the permit. Any change in ownership in the ~~marijuana~~cannabis establishment that is approved by the board through the process as defined in § 5.32 will deem that special use permit to be administratively transferrable to the new ~~marijuana~~cannabis establishment business owner that was approved. The special use permit will be valid for the same terms as the original special use permit and shall be subject to the same use at the same location. An application for a special use permit shall be made by the new marijuana establishment license holder within forty five (45) days after the license is approved by the bBoard. Failure to submit the application within the forty five (45) day timeline will trigger a show-cause hearing.~~

~~7.6.~~Cumulative Remedies: All remedies provided herein shall be cumulative and not exclusive.

B. Application Process:

1. Form: Applications for a special use permit shall be submitted to the Nye County planning director ("director") on a form or format as specified by the director. In addition to any other information as may be required by the director, each applicant must submit the following:
  - a. If the application is submitted by an agent for the property owner, the application must include a signed affidavit from the owner that the owner knows that the proposed use of the property is for a ~~marijuana~~cannabis establishment;
  - b. A site plan showing the location of any existing or proposed buildings or structures, vehicular access, parking areas, landscaping, and demonstrating how the proposed facility meets all security requirements;
  - c. A statement with scale drawing or aerial photo that the proposed site is not within one thousand feet (1,000') of a public or private school, and is not within three hundred feet (300') of any other community facility;

- d. A business plan, including a formal statement of business goals, the reasons the goals are believed attainable, the plan for reaching those goals, and background information about the organization or team attempting to reach those goals; and
  - e. Any other documents the applicant desires to be considered by the **bBoard** in consideration of the conditions of approval as set forth herein.
2. Public Hearing Notice Requirements: Upon the filing of a complete application for a special use permit, the planning director shall give notice setting forth the time, place and purpose of such hearing. Notice of such hearing must be mailed at least ten (10) calendar days prior to the hearing to:
- a. The applicant;
  - b. Each owner of real property, as listed on the county assessor's records, located within three hundred feet (300') of the property in question;
  - c. The owner, as listed on the county assessor's records, of each of the thirty (30) separately owned parcels nearest the property in question, to the extent this notice does not duplicate the notice given pursuant to subsection B2b of this section;
  - d. Any advisory or town board which has been established for the affected area by the governing body;
  - e. If a military installation is located within three thousand feet (3,000') of the property in question, the commander of that military installation;
  - f. If an Indian reservation is located within three thousand feet (3,000') of the property in question, the chief and council of the Indian reservation and the United States department of the interior bureau of indian affairs (BIA); and
  - g. The Nye County sheriff, EMS, and fire department.
- C. Standards For Approval: The **bBoard** shall determine which application submits a plan and proposal that meets the needs of the residents of Nye County. The following criteria shall be evaluated by the **bBoard**:
- 1. Sufficiency and viability of the financial plan showing the resources of the applicant and proof the applicant has adequate funds to support the business plan as presented.
  - 2. Sufficiency and viability of an electronic verification system, inventory control system, adequate building security and fire protection measures.
  - 3. Adequacy of a conceptual transportation plan that addresses product security during the transport of **marijuana**cannabis from seed to sale.
  - 4. Capability to provide safe and secure packaging of **marijuana**cannabis products that would assist in reducing the exposure of children to the dangers of **marijuana**cannabis.
  - 5. Whether the design of the **marijuana**cannabis establishment maintains a professional appearance and is compatible with existing uses or future uses in the proposed area of development.
  - 6. Whether crime or other factors in the area of a proposed **marijuana**cannabis establishment pose an undue threat to the security of the proposed establishment, its product, employees or prospective patrons and the proposed mitigating strategy incorporated into the physical or other security plan to deter or negate that threat.
  - 7. Whether dispensaries will provide convenient access to those authorized to use **marijuana**cannabis to a sufficient distribution of **marijuana**cannabis.
  - 8. Economic impact and job creation for the surrounding community and Nye County as a whole.
  - 9. Any other criteria as identified by the **bBoard**.

D. Mandatory Conditions Of Approval: The ~~B~~board will adopt standard conditions of approval and minimum security standards for ~~marijuana~~cannabis establishments. The ~~b~~Board may impose additional conditions or conditions of approval that are more restrictive than those required by this section in the sole discretion of the ~~b~~Board. The approval of any special use permit authorizing the operation of a ~~marijuana~~cannabis establishment must contain at a minimum the following conditions:

1. Certificate Required Prior To Commencing Operations: The special use permit grantee must provide to the planning director a copy of the registration certificate or license issued by the state of Nevada prior to applying for a Nye County ~~medical or recreational~~cannabis license and receive the Nye County license before commencing operations.
2. Must Meet State Law Requirements: The establishment must continue to meet all requirements for a ~~marijuana~~cannabis establishment to qualify for and maintain its certificate of registration or license as set forth by state law.
3. Must Comply With Operating Procedures: The establishment must comply with all operating procedures required by state law, Nye County Code, or specific requirements of the SUP or Nye County cannabis license.
4. Prohibit Consumption Of ~~Marijuana~~Cannabis: With the exception of cannabis consumption lounges, The~~the~~ establishment must prohibit anyone from consuming ~~marijuana~~cannabis on the premises.
5. Signage: For production and cultivation establishments: If the establishment has on site signage, the signage shall be limited to one wall sign not to exceed two (2) square feet in size. On site signs for dispensaries and cannabis consumption lounges shall not exceed twenty five (25) square feet in size. All signage must obtain approval from the state and comply with Nye County sign ordinances.
6. Age Restrictions: ~~The~~All establishments, with the exception of dispensaries, must prohibit anyone under the age of ~~eighteen (18)~~twenty-one (21) years on the premises. Patients eighteen (18) years of age or older possessing a valid cannabis ~~cannabis~~ card shall be allowed to enter a dispensary.
7. Prohibit Certain Activities: The establishment must prohibit ~~marijuana~~cannabis activities including, without limitation, cultivating, growing, processing, displaying, selling or storage from being conducted outdoors unless specifically allowed in the special use permit.
8. Enclosed Facilities: All cultivation or production of ~~marijuana~~cannabis that a cultivation facility carries out or causes to be carried out must take place in an enclosed facility, with the exception that outdoor cultivation may be allowed if requested by the applicant during the special use permit application process and approved by the Board.
9. Display Of ~~Marijuana~~Cannabis: The establishment must prevent ~~marijuana~~cannabis or paraphernalia from being displayed or kept in a manner that is visible from outside the facility.
10. Security Systems: Each facility will submit and receive approval for their security plan during the site development approval stage. This security plan will at a minimum require the applicant to install security surveillance cameras that monitor all entrances, along with the interior and exterior of the premises. Recordings from these cameras must be maintained in a retrievable manner for at least thirty (30) days from the date recorded. Surveillance systems shall include a lighting system. The system must be available to the Nye County sheriff's office for real time surveillance and response.



11. Access Control And Burglary Alarm Systems: The establishment must install and maintain in good working condition robbery and burglary alarm systems that are monitored twenty four (24) hours a day and seven (7) days a week and/or have a security guard on duty at all times consistent with approved security plan.
12. Ventilation Systems: The establishment must install a properly designed, sized, and maintained ventilation and air quality control system appropriate for the square footage of the facility and number of plants to control air quality and control odors from leaving the establishment. The applicant also acknowledges undesirable pollens from outside sources may exist and it is the responsibility of the establishment to take measures necessary to filter the air intakes to the establishment to prevent contamination at the establishment's expense. The establishment must also hold Nye County harmless should any cross contamination occur within their establishment.
13. Interior Signage: The establishment must post a legible sign inside the facility stating that:
  - a. The use or distribution of ~~marijuana~~cannabis is a violation of federal law.
  - b. The possession, use, or distribution of ~~marijuana~~cannabis must be in accordance with state law and local regulations.
  - c. With the exception of cannabis consumption lounges, ~~Consumption of~~ ~~marijuana~~cannabis on the premises is prohibited.
  - d. No one under the age of ~~twenty-one (21)~~~~eighteen (18)~~ years is permitted on the premises with the exception of patients possessing a valid medical cannabis card who may enter the premises of a licensed dispensary.
14. Affidavit Acknowledging Violation Of Law: The special use permit grantee shall record a notarized affidavit in which the grantee acknowledges that the operation of a ~~marijuana~~cannabis establishment is a violation of federal law.
- ~~14.~~15. The special use permit grantee shall submit to Nye County and obtain approval of a Site Development Plan, which shall comply with all site development standards outlined in NCC 17.04.720 through 17.04.770.
- ~~15.~~16. Security And Transportation Plan: The special use permit grantee shall submit a security and transportation plan as part of Site Development Review compliant with Nevada Revised Statutes 453A, 453D, NAC 453A.
- ~~16.~~17. Waste Disposal:
  - a. The proposed method and procedures of ~~marijuana~~cannabis waste disposal shall be described in the security and transportation plan and must conform to the requirements in NRS 453A, NRS 453D and NAC 453A.
  - b. A description and process for separation, storage and disposal of product lots which do not meet the requirements for ~~marijuana~~cannabis (i.e., failed test product) must be developed, monitored and approved. The location of the area where the failed test products will be stored, such as quarantine rooms, shall be specified in the security plan.
  - ~~b.c.~~All on-site trash bins shall be completely enclosed with walls or fences with a solid roof and locking gates to prevent unauthorized access to the trash bins.
- ~~17.~~18. Closure or Bankruptcy:
  - a. A plan for the disposal, maintenance or transfer of all plant material, products and usable ~~marijuana~~cannabis due to any of the following conditions:
    1. Closure of the establishment, revocation or nonrenewal of the registration certificate or license issued by the State regulating authority, or revocation or nonrenewal of a license for any reason by any regulating authority; and

2. The appointment of an administrator, receiver, trustee, or assignee in the event of the receivership, bankruptcy, or assignment for benefit of creditors of any licensee.
- b. The plan must include the following elements:
  1. Notification of the County within ten (10) days of any such event set forth above;
  2. The cessation of all sales of ~~marijuana~~cannabis products including wholesale, edible or infused products and dispensary sales until such time as a new certificate or license has been issued by ~~the~~ all necessary regulating authorities and a license has been granted by the County;
  3. An inspection prior to the transfer of any materials to be disposed of or transferred to another licensed medical ~~marijuana~~cannabis establishment or ~~marijuana~~cannabis establishment; and
  4. The plan must be executable within ten (10) days and following notification of the County.
19. Nye County reserves the right to review and revise any conditions of approval should it determine that a subsequent license or permit is issued by Nye County that is contrary to the cannabis operation or violates the intent of the original approval.
20. Any code compliance officer, sheriff's officer, or other authorized representative of ~~the~~Nye eCounty shall have the authority to enter upon the property or into the facility when they have reason to believe that the provisions of the special use permit or any applicable sState law or ~~the regulations of~~Nye County Code ~~are~~is being violated.
21. Any code compliance officer, sheriff's officer, or other authorized representative of Nye County shall have authority to enter upon the property or into the facility for the purposes of quarterly or annual compliance inspections during reasonable times or during normal hours of operation.
22. All ~~marijuana~~cannabis establishments shall comply with Nevada Cannabis Compliance Board ("CCB") regulations, policies, and licensing requirements.
- E. ~~Marijuana~~Cannabis Establishment Location Restrictions: All facilities for ~~marijuana~~cannabis establishments must be located a distance of at least one thousand feet (1,000') from any property line of a parcel that has an established public or private school, and shall not be located within three hundred feet (300') of any property line of a parcel that has any other established community facility at the time of issuance of the special use permit.
- F. Security And Screening Standards For The Cultivation Of ~~Marijuana~~Cannabis:
  1. The requirements in Nevada Revised Statutes 453A, NRS 453D and NAC 453A are hereby adopted by reference.
  2. ~~Marijuana~~Cannabis may only be cultivated in an indoor area equipped with locks or other security devices that permit access only by those authorized by state law to cultivate ~~marijuana~~cannabis unless an outdoor grow plan is specifically approved for the location. An outdoor grow plan will be approved as part of an SUP and include the specific size and location, setbacks from property lines, fencing, access and special security measures.
  3. ~~Marijuana~~Cannabis is not allowed to be cultivated in a location or manner that is visible from any area normally accessible to the general public or from any point off the parcel.
  4. All requirements, standards and conditions for the cultivation of ~~marijuana~~cannabis in state statute and regulations must be met at all times.
- G. Extensions Of Time: Any grantee of a special use permit may request an extension of time by submitting the required application form and processing fee to the planning department

prior to the expiration date. All applications for an extension of time shall be processed as a public hearing and all decisions shall be made by the ~~b~~Board. (Ord. 549, 2019; Ord. 511, 2017)

H. Previously Disapproved Or Withdrawn Special Use Permit Applications: An application for a special use permit which ~~was the subject of a previously disapproved application which proposed the same use on the same property that hasd been previously disapproved or withdrawn after public hearing notices haveed been sent pursuant to section 17.06.040.B.2,~~ shall not be accepted until the following periods have elapsed from the date of notice of the disapproval or withdrawal:

a. After the first disapproval or withdrawal: Six (6) months.

b. After the second or a subsequent disapproval or withdrawal: Eighteen (18) months.

The time periods described above shall not apply when ~~become effective if, after consideration of the timing and circumstances of the disapproval or withdrawal,~~ the Board specifically disapproved the application or approved the withdrawal without prejudice.

**SEVERABILITY.** If any provision of this ordinance or amendments thereto, or the application there to any person, thing or circumstance is held to be invalid, such invalidity shall not affect the validity or provisions or applications of the ordinance or amendments thereto which can be given effect without the invalid provisions or applications, and to this end the provisions of this ordinance and amendments thereto are declared to be severable.

**CONSTITUTIONALITY.** If any section, clause or phrase of this ordinance shall be declared unconstitutional by a court of competent jurisdiction, the remaining provisions of this ordinance shall continue in full force and effect.

**EFFECTIVE DATE.** This Ordinance shall be in full force and effect from and after passage, approval, and publication as required by law, to wit, from and after the 23<sup>rd</sup> day of January, 2023.

Proposed on the 6<sup>th</sup> day of December, 2022

Proposed by: Commissioner \_\_\_\_\_.

Adopted on the \_\_\_\_ day of \_\_\_\_\_, 2023

Vote: Ayes: Commissioners:

Nays: Commissioners:

Absent: Commissioners:

BY: \_\_\_\_\_  
Frank Carbone, Chair  
Nye County Board of  
County Commissioners

ATTEST: \_\_\_\_\_  
Mark F. Kampf  
Clerk and Ex-Officio  
Clerk of the Board