# GOVERNOR’S TASK FORCE ON THE IMPLEMENTATION OF BALLOT QUESTION 2: THE REGULATION AND TAXATION OF MARIJUANA ACT

**TAXATION/ REVENUE/ REGULATORY STRUCTURE WORKING GROUP**

**MEETING MINUTES**

Nevada Department of Taxation Large Conference Room 1550 College Parkway

Carson City, Nevada

Nevada Department of Taxation Training Room

2550 Paseo Verde Parkway, Suite 180 Henderson, Nevada

Thursday, April 20, 2017

10:00 a.m.

Meeting called to order at: 10:00 a.m.

Members in attendance:

Kenny Furlong

Marla McDade-Williams

Joe Pollack, Chair

Neil Krutz

Steve Gilbert

Dagny Stapleton, Chair

David Goldwater

Jennifer Wilcox

Mike Hartwell for Jacqueline Holloway

John Ritter

Amanda Connor

Members absent:

Karen Abowd

Deonne Contine

1. Public Comment – None
2. Introductions.

The working group members of introduced themselves

1. Review of Draft Recommendations for Law Enforcement Presentation to the Task Force (for possible action).
	1. Taxation – Retail Tax 10%

Draft recommendation presented to the Task Force on April 14, 2017

Approved

* 1. Fees – Local Government Share

Draft recommendation presented to the Task Force on April 14, 2017

Approved

1. Review and Consideration of Approval of Draft Recommendations from Taxation/Revenue/Regulatory Structure Working Group (for possible action).
	1. Application Process

Draft recommendation presented by J. Ritter, A. Conner, S. Gilbert, N. Krutz, J. Holloway, D. Goldwater

Steve Gilbert reviewed the draft recommendation regarding application processes. The working group is in agreement to table this recommendation and to discuss it again at the next scheduled meeting.

Discussion, J. Ritter commended Steve Gilbert for working on this. #3 merit based application IP1 talks about how the applications will be judged. He suggests keeping the recommendations separate.

* 1. Retail Store Allocation

Draft recommendation presented by J. Ritter and A. Connor

John Ritter reviewed the draft recommendation regarding Retail Store Allocation. The working group is in agreement to table this recommendation and discuss again at the next scheduled meeting

1. Review of Taxation/Revenue/Regulatory Structure Working Group Topics.

\*JUST FOR DISCUSSION\* John Ritter - Address possible monopoly issue, if the state is deciding the who, and local is deciding the where, there will be stronger players and they will try to get as many licenses as possible. They could essentially have a dominant presence. NRS 453A 326 states the number of dispensaries.

* Application Process: J. Ritter, A. Conner, S. Gilbert, N. Krutz, J. Holloway, D. Goldwater
* Retail Store Allocation: D. Stapleton, J. Ritter and A. Connor
* Monopoly: J. Ritter, D. Stapleton, S. Gilbert
* Rating Criteria on Applications: J. Ritter and A. Connor
* Agent Registration cards: J. Wilcox and M. McDade-Williams
* Ownership Issues: J. Ritter and D. Goldwater
	1. Tax Clarification
	2. Sales Tax
	3. Wholesale Tax
	4. Business Licensing
	5. Licensing Requirements (Residency, Ownership Interest, Suitability Requirements for Licensees, Responsible Retailers Program)
	6. Single Marijuana Environment
	7. Financial Plan
	8. Operations Fees
	9. Regulatory Organizational Structure
	10. Inspections
	11. Penalties for Noncompliance with Regulations
	12. Local Governments and Financial Benefits
	13. Impacts to Local Government
	14. Data Collection
	15. Revenue for Public Safety
	16. Land Use
	17. Rating Criteria on Applications
1. Review and Consideration for Approval of Agenda Items for Next Meeting (for possible action).
* Application Process: J. Ritter, A. Conner, S. Gilbert, N. Krutz, J. Holloway, D. Goldwater
* Retail Store Allocation: J. Ritter and A. Connor
* Monopoly: J. Ritter, D. Stapleton, S. Gilbert
* Rating Criteria on Applications: J. Ritter and A. Connor
* Agent Registration cards: J. Wilcox and M. McDade-Williams
* Ownership Issues: J. Ritter and D. Goldwater

Motion made by Marla McDade-Williams, second by Kenny Furlong. All in favor, motion carries.

1. Public Comment

Chad Foster, asked if the state would be receptive to provide incentive to locations that have a moratorium. Joe Pollock - Fees and money will be the incentive.

1. Meeting adjourned at 11:43 motion Kenny, 2nd Marla

Motion made by Kenny Furlong. Second by Marla McDade-Williams. All in favor, motion carries.