

REPORT TO THE CITY COUNCIL



DATE: July 18, 2017

TITLE: Second Reading and Adoption of an Ordinance Approving Development Agreement No. 06-17 with Kim Cultivation / Un Sun Kim (APNs: 665-040-018, and -019)

Prepared by: Craig A. Ewing, Consulting Planner

Reviewed by: Daniel Porras, Community Development Director

RECOMMENDATION

Approve Second Reading, read by title only and adopt an Ordinance of the City Council approving Development Agreement No. 06-17 for the development of a medical marijuana cultivation facility.

BACKGROUND

On July 5, 2017, the City Council held a public hearing on the draft Development Agreement, associated ordinance and Conditional Use Permit (CUP 08-17). The Ordinance (Exhibit 1) was then introduced and approved for first reading. As requested previously, the staff report and Final Draft Conditions of Approval are attached for reference (Exhibit 3 and 4).

The project develops one free-standing building totaling 50,976 square feet of floor area, on a 2.52 acre site (APNs 665-040-018, -019). The project is located on the north side of Palomar Lane, approximately 850 feet east of Little Morongo Road in the Light Industrial (I-L) zone.

FISCAL IMPACT

The proposed cultivation facility has paid all required fees and will contribute marijuana cultivation revenue at the required rate. With a maximum cultivation area of 48,921 square feet, the project would yield up to **\$534,210 annually** (\$75,000 + \$459,210). In addition, the proposed project will be subject to the City's Public Art Contribution pursuant to Section 17.60.030. These contributions will provide funding to support the acquisition and installation of public art.

EXHIBITS:

- 1) Ordinance Approving Development Agreement with Kim Cultivation
- 2) Development Agreement No. 06-17, Map and Legal Description
- 3) City Council Staff Report from July 5, 2017
- 4) Final Draft Conditions