RESOLUTION R-5269

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF KIRKLAND STATING THE CITY COUNCIL'S SUPPORT FOR STATE MARIJUANA AND REGULATORY TOLERANCE (SMART) ENFORCEMENT ACT, H.R. 3534, 115TH CONGRESS, 1ST SESSION.

WHEREAS, on July 28, 2017, Congresswoman DelBene (WA-01)
reintroduced the State Marijuana And Regulatory Tolerance (SMART)
Enforcement Act (H.R. 3534) to protect medical patients, recreational
users and small businesses from prosecution under the federal
Controlled Substances Act in states like Washington that have legalized
marijuana; and

8 WHEREAS, if enacted, the SMART Enforcement Act would, 9 subject to specified conditions, make the provisions of the Controlled 10 Substances Act inapplicable in states like Washington with respect to 11 the production, manufacture, distribution, prescribing, dispensing, 12 possession, and use of marijuana; and

WHEREAS, the first condition that would need to be met by a
state like Washington would require the state attorney general to submit
a request to the Attorney General certifying that such state has legalized
marijuana for recreational or medical use; and

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19 WHEREAS, the second condition that would need to be met by a state like Washington would require that the request from a state 20 attorney general include a certification that the state has, or will have, 21 22 regulations in place that protect specified federal interests, including those related to marijuana use by minors, criminal enterprises and 23 covers for criminal enterprises, diversion of marijuana to states which 24 have not legalized marijuana, use of violence and firearms, drugged 25 driving, marijuana growing on public lands, possession of marijuana on 26 federal properties, and distribution of tainted marijuana; and 27

WHEREAS, voters in twenty-nine states and Washington, D.C.,
 have legalized some form of marijuana use, eight of which, including
 Washington State, have legalized recreational use of marijuana; and

WHEREAS, Washington State has allowed the medical use of marijuana since 1998, following the passage of statewide initiative I-692, the Medical Marijuana Act, and

WHEREAS, in 2012, Washington State voters approved Initiative
 I-502, which legalized the possession, sale, processing, and production
 of marijuana for adult recreational use in Washington State; and

WHEREAS, I-502 mandated that the Washington State Liquor
 Control Board (WSLCB) establish strict rules related to the taxation and
 regulation of recreational marijuana growers, processors and retailers;
 and

WHEREAS, I-502 received 56 percent voter approval statewide
and received 62 percent voter approval citywide in Kirkland in the 2012
general election; and

WHEREAS, in 2013, the State Legislature directed a work group comprised of staff members from the WSLCB and the Departments of Revenue and Health to evaluate how medical and recreational marijuana markets might coexist and to send their final recommendations to the Legislature by January 1, 2014; and

55 WHEREAS, the WSLCB (now the "Washington State Liquor and 56 Cannabis Board") issued proposed rules and regulations for issuing 57 licenses to sell, process and produce marijuana in July 2013; and 58

59 WHEREAS the WSLCB incorporated the points of federal 60 emphasis, identified by the U.S. Department of Justice (DOJ) in August 61 2013 and summarized above, into Washington State's regulations for 62 the issuance of licenses to sell, process, and produce marijuana; and 63

WHEREAS, the WSLCB adopted such rules and regulations on
October 16, 2013, which rules and regulations then became effective on
November 16, 2013; and

WHEREAS, the WSLCB accepted applications for all license types (producer, processer and retailer) through December 20, 2013; and

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WHEREAS, in an effort to balance implementation of I-502 while
 addressing resident concerns, the City Council discussed related zoning
 regulations and took public comment at multiple regular council
 meetings, held additional public hearings and has now adopted seven
 related ordinances (Ord. 4434; Ord. 4439; Ord. 4446; Ord. 4453; Ord.
 4462; Ord. 4479; Ord. 4528); and

WHEREAS, since the implementation of I-502 in Washington
State, the regulated sale of recreational marijuana has generated over
\$400 million in tax revenue, with nearly \$200 million of that generated
in sales tax receipts; and

WHEREAS, because marijuana possession or use for any purpose is still prohibited under the Controlled Substances Act, every participant in the state market is at risk of prosecution, including those in Kirkland; and

WHEREAS, the SMART Enforcement Act would address the conflict between state and federal law by giving states regulating marijuana themselves consonant with federal policy priorities, a waiver from the Controlled Substances Act; and WHEREAS, the SMART Enforcement Act also would resolve the
 banking issues currently forcing dispensaries to operate on an unsafe,
 all-cash basis.

NOW, THEREFORE, be it resolved by the City Council of the City
 of Kirkland as follows:

<u>Section 1</u>. The City Council supports the State Marijuana And
 Regulatory Tolerance (SMART) Enforcement Act (H.R. 3534) to protect
 medical patients, recreational users and businesses in states that have
 legalized and now regulate marijuana consonant with federal policy
 priorities from being prosecuted now or in the future.

105 <u>Section 2</u>. The City Council urges Kirkland residents to support
 106 and for Congress to approve H.R. 3534, the SMART Enforcement Act.
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Passed by majority vote of the Kirkland City Council in open meeting this 5th day of September, 2017.

Signed in authentication thereof this 5th day of September, 2017.

MAYOR MAYOR

Attest:

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W Anderson