

**ORDINANCE #2019-XX**  
**VILLAGE OF CHESANING**  
**COUNTY OF SAGINAW, MICHIGAN**

AN ORDINANCE TO AMEND ORDINANCE 2017-05 WHICH PROVIDES FOR THE LICENSING AND REGULATING OF MEDICAL MARIHUANA FACILITIES WITHIN THE VILLAGE OF CHESANING, MICHIGAN; AND TO PROVIDE PENALTIES FOR VIOLATIONS OF THE CHAPTER.

THE VILLAGE OF CHESANING ORDAINS:

**SECTION I. LEGISLATIVE INTENT**

The purpose of this Ordinance is to exercise the police regulatory powers of the Village of Chesaning by licensing and regulating Provisioning Centers, Grower Facilities, Safety Compliance Facilities, Processor Facilities, and Secure Transporter to the extent permissible under State of Michigan and to protect the public health, safety, and welfare of the residents of the Village of Chesaning; and as such this Ordinance constitutes a public purpose.

The Village finds that the activities described in this Ordinance are significantly connected to the public health, safety, security and welfare of its citizens and it is therefore necessary to regulate and enforce safety, security, fire, policing, health and sanitation practices related to such activities and also to provide a method to defray administrative costs incurred by such regulation and enforcement

It is not the intent of this Ordinance to diminish, abrogate, or restrict the protections for medical use of Marihuana found in the Michigan Medical Marihuana Act or the Medical Marihuana Facilities Licensing Act.

**SECTION 2. DEFINITIONS, INTERPRETATION AND CONFLICTS**

For the purposes of this Ordinance:

- (A) Any term defined by the Michigan Medical Marihuana Act, 2008 IL 1, MCL 333.26421 ET SEQ., as amended ("MMMA") or the Medical Marihuana Facilities Licensing Act, 2016 PA 281, shall have the definition given in the MMMA, as amended, or the Medical Marihuana Facilities Licensing Act, as amended. If the definition of a word or phrase set forth in this Ordinance conflicts with the definition in the MMMA or the Medical Marihuana Facilities Licensing Act, or if a term is not defined but is defined in the MMMA or the Medical Marihuana Facilities Licensing Act, then the definition in the MMMA or the Medical Marihuana Facilities Licensing Act shall apply.
- (B) Any term defined by 21 USC 860(E) referenced in this Ordinance shall have the definition given by 21 USC 860(E).
- (C) This ordinance shall not limit an individual or entity's rights under the MMMA or the Medical Marihuana Facilities Licensing Act. The MMMA and the Medical Marihuana Facilities Licensing Act supersede this Ordinance where there is a conflict between them.
- (D) All activities related to Marihuana, including those related to a Provisioning Center, a Grower Facility, Secure Transporter, Processor Facility, or a Safety Compliance Facility shall be in compliance with the rules of the Medical Marihuana Licensing Board, the Michigan Department of Licensing and Regulatory Affairs or any successor agency, the rules and regulations of the Village of Chesaning, and the MMMA and the Medical Marihuana Facilities Licensing Act.

- (E) Any use which implies to have engaged in the cultivation or processing of Marihuana into a usable form, or the distribution of Marihuana, or the testing of Marihuana either prior to or after enactment of this Ordinance but without obtaining the required licensing set forth in this Ordinance shall be deemed to not be a legally established use and therefore not entitled to legal nonconforming status under the provisions of this Ordinance and/or state law. The Village finds and determines that it has not heretofore authorized or licensed the existence of any Medical Marihuana Facility, as defined herein, in the Village.
- (F) The following terms shall have the definitions given:  
"Village" means the Village of Chesaning, Michigan.

"Council or Village Council" means the Village Council of Chesaning, Michigan.

"Enclosed Locked Facility" means a stationary, and fully enclosed closet, room, or other comparable location that is equipped with secured locks or other functioning security devices.

"Grower" or "Grower Facility" means a commercial entity that cultivates, dries, trims, or cures and packages Marihuana for sale to a Processor or Provisioning Center.

"License Application" refers to the requirements and procedures set forth in this Ordinance to secure the subject license.

"Marihuana Plant(s)" means any plant of the species Cannabis Sativa L.

"Marihuana" means that term as defined in section 7106 of the public health code, 1978 PA 368, MCL 333.7106.

"Medical Marihuana Facility(ies)" means any facility, establishment and/or center that is required to be licensed under this Ordinance including a Provisioning Center, Grower, Processor, Safety Compliance Facility, and Secure Transporter.

"Ordinance" means this ordinance.

"Outdoor grow" means a fully enclosed outdoor area that is shielded from public view, is equipped with secure locks and other functioning security devices to prevent entry into the area by unauthorized persons.

"Person" means an individual, corporation, limited liability company, partnership, limited partnership, limited liability partnership, limited liability limited partnership, trust, or other legal entity.

"Processor" or "Processor Facility" means a commercial entity that purchases Marihuana from a Grower and that extracts resin from the Marihuana or creates a Marihuana-infused product for sale and transfer in packaged form to a Provisioning Center.

"Provisioning Center" means a commercial entity that purchases Marihuana from a Grower or Processor and sells, supplies, or provides Marihuana to registered qualifying patients, directly or through the patients' registered primary caregivers. Provisioning Center includes any commercial property where Marihuana is sold at retail to registered qualifying patients or registered primary caregivers. A noncommercial location used by a primary caregiver to assist a qualifying patient connected to the caregiver through

the department's Marihuana registration process in accordance with the MMMA is not a Provisioning Center for the purposes of this Ordinance.

"Restricted/Limited Access Area" means a building, room or other area under the control of the licensee with access governed by the MMMA or other applicable state law.

"Safety Compliance Facility" means a commercial entity that receives Marihuana from a Medical Marihuana Facility or registered primary caregiver, tests it for contaminants and for tetrahydrocannabinol and other cannabinoids, returns the test results, and may return the Marihuana to the Medical Marihuana Facility.

"Secure Transporter" means a commercial entity that stores Marihuana and transports Marihuana between Medical Marihuana Facilities for a fee.

"Stakeholder" means, with respect to a trust, the beneficiaries, with respect to a limited liability company, the managers or members, with respect to a corporation, whether profit or non-profit, the officers, directors, or shareholders, and with respect to a partnership or limited liability partnership, the partners, both general and limited.

"State" means the State of Michigan.

- (G) Any term defined by the MMMA or the Medical Marihuana Facilities Licensing Act and not defined in this Ordinance shall have the definition given in the MMMA or the Medical Marihuana Facilities Act.

### SECTION 3. LICENSE ALLOCATION AND ANNUAL FEES

- (A) No person shall operate a Provisioning Center, Grower Facility, Processor Facility, Secure Transporter or Safety Compliance Facility in the Village of Chesaning without first obtaining a license to do so from the Village Administrator and the State of Michigan.
- (B) The Village Administrator, after the approval from Village Council, shall issue no more than two (2)-Provisioning Center licenses. There shall be no cap or limit on licenses for Medical Marihuana Facility excluding the license for Provisioning Centers. The term of each license shall be one (1) year.
- (C) The non-refundable application fee for a Medical Marihuana Facility license and the annual fee for a Medical Marihuana Facility License and a fee for the transfer of an existing license or by a licensee to a new location shall be set by Resolution of the Village Council from time to time. All fees are non-refundable

### SECTION 4. LICENSE APPLICATION SUBMISSION

- (A) Application for each Medical Marihuana Facility license required by this Ordinance shall be made in writing to the Village Administrator, and must be approved by the Village Council after receiving recommendation submitted by the Planning Commission, and approved by the State of Michigan, prior to commencing operation. Upon the expiration of an existing license, a license will be automatically renewed by the Village of Chesaning for one (1) year if (1) there are no uncured administrative violations in the prior year; (2) the applicant has paid the annual licensing fee for the renewal period; (3) any Stakeholder changes have been fully disclosed to the Village of Chesaning; and (4) the applicant has paid and received the renewal of its State license.
- (B) An application for a Medical Marihuana Facility license required by this Ordinance shall contain the following:
  - 1. The appropriate non-refundable application fee and the non-refundable licensing fee in the amount determined by the Village.

2. If the applicant is an individual, the applicant's name, date of birth, physical address, copy of government issued photo identification, email address, and one or more phone numbers, including emergency contact information;
3. If the applicant is not an individual, the names, dates of birth, physical addresses, copy of government issued photo identification, email addresses, and one or more phone numbers of each stakeholder of the applicant, including designation of the highest-ranking stakeholder as an emergency contact person and contact information for the emergency contact person, articles of incorporation, assumed name registration documents, Internal Revenue Service SS-4 EN confirmation letter, and a copy of the operating agreement of the applicant, if a limited liability company, a copy of the partnership agreement, if a partnership, or a copy of the by-laws or shareholder agreement, if a corporation;
4. The name and address of the proposed Medical Marihuana Facility and any additional contact information deemed necessary and requested by the Village.
5. For the applicant, for each Stakeholder of the applicant, an affirmation under oath as to whether they are at least 18 years of age and are not currently under indictment or have never been convicted of, pled guilty or nolo contendere to, forfeited bail concerning any criminal offense under the laws of any jurisdiction, either felony or controlled-substance-related misdemeanor not including traffic violations.
6. A signed release authorizing the Village of Chesaning Police Department to perform a criminal background check, for a fee established by the Village Council, to ascertain whether the applicant, each Stakeholder of the applicant, each managerial employee and employee of the applicant meet the criteria set forth in this Ordinance. If the background check indicates a pending charge or conviction within the past ten (10) years for a controlled substance-related felony, the applicant shall not hire the prospective employee or agent without written permission from the Village Council;
7. The name, date of birth, physical address, copy of photo identification, and email address for any managerial employee or employee of the Medical Marihuana Facility, if other than the applicant;
8. An affirmation under oath as to whether the applicant or Stakeholder has ever applied for or has been granted any commercial license or certificate issued by a licensing authority in Michigan or any other jurisdiction that has been denied, restricted, suspended, revoked, or not renewed and a statement describing the facts and circumstances concerning the application, denial, restriction, suspension, revocation, or nonrenewal, including the licensing authority, the date each action was taken, and the reason for each action;
9. One of the following: (a) proof of ownership of the entire premises wherein the Medical Marihuana Facility is to be operated; or (b) written consent from the property owner for use of the premises in a manner requiring licensure under this Ordinance along with a copy of the lease for the premises;
10. Proof of an adequate premise liability and casualty insurance policy in the amount not exceeding the requirements addressed in the Medical Marihuana Facilities Licensing Act or applicable State laws, covering the Medical Marihuana Facility and naming the Village as an additional insured party, available for the payment of any damages arising out of an act or omission of the applicant or its stakeholders, agents, employees, or subcontractors;
11. A description of the security plan for the Medical Marihuana Facility, including, but not limited to, any lighting, alarms, barriers, recording/monitoring devices, and/or security guard arrangements proposed for the facility and premises. The security plan must contain the specification details of each piece of security equipment;

12. A floor plan of the Medical Marihuana Facility, as well as a scale diagram illustrating the property upon which the Medical Marihuana Facility is to be operated, including all available parking spaces, and specifying which parking spaces, if any, are handicapped-accessible;
  13. An affidavit that neither the applicant nor any Stakeholder of the applicant is in default to the Village. Specifically, that the applicant or Stakeholder of the applicant has not failed to pay any property taxes, special assessments, fines, fee or other financial obligations to the Village;
  14. An affidavit that the transfer of Marihuana to and from Medical Marihuana Facilities shall be in compliance with the MMMA and the Medical Marihuana Facilities Licensing Act or other applicable state laws;
  15. A staffing plan;
  16. Any proposed text or graphical materials to be shown on the exterior of the proposed Medical Marihuana Facility;
  17. A location area map of the Medical Marihuana Facility and surrounding area that identifies the applicable buffer zones outlined in Section 13;
  18. A facility sanitation plan to protect against any Marihuana being ingested by any person or animal, indicating how the waste will be stored and disposed of, and how any Marihuana will be rendered unusable upon disposal. Disposal by on-site burning or introduction in the sewerage system is prohibited;
  19. As it relates to a Grower Facility, the following additional items shall be required:
    - i. A grower plan that includes at a minimum a description of the Grower methods to be used, including plans for the growing mediums, treatments and/or additives;
    - ii. A production testing plan that includes at a minimum a description of how and when samples for laboratory testing by a state approved Safety Compliance Facility will be selected, what type of testing will be requested, and how the test results will be used;
    - iii. An affidavit that all operations will be conducted in conformance with the MMMA, the Medical Marihuana Facilities Licensing Act or other applicable State laws and such operations shall not be cultivated on the premises at any one time more than the permitted number of Marihuana Plants per the Michigan Medical Marihuana Act, as amended, and the Medical Marihuana Facilities Licensing Act;
    - iv. A Chemical and pesticide storage plan that states the names of pesticides to be used in Grower and where and how pesticides and chemicals will be stored in the facility, along with a plan for the disposal of unused pesticides;
    - v. All Growing must be performed within an Enclosed Locked Facility which may include indoors or in an enclosed greenhouse.
- (C) Upon receipt of a completed Medical Marihuana Facility application meeting the requirements of this Ordinance and confirmation that the number of existing licenses does not exceed the maximum number established by resolution pursuant to 3 (B), above, the Village Administrator shall refer a copy of the application to each of the following for their review and approval: the Village Attorney or their designee, the Police Department or their designee, the Fire Department or their designee, the Building Department, the Zoning Administrator or their designee. Once applications are verified by each department to be sufficiently complete and comprehensive, and no sooner, the Village Administrator shall forward the applications to the Planning Commission for recommendation to the Village Council.
- (D) No application shall be approved unless:

1. The Fire Department or designee and the Building Department have inspected the plans of the proposed location for compliance with all laws for which they are charged with enforcement;
  2. The applicant, each Stakeholder of the applicant, and the managerial employees and employees of the applicant, have passed a criminal background check conducted by the Village of Chesaning Police Department;
  3. The Zoning Administrator has confirmed that the proposed location complies with the Zoning Code;
  4. A Special Use Permit Application and corresponding fees have been filed with the Village for consideration by the Zoning Administrator and Planning Commission;
- (E) If written approval is given by each individual or department identified in subsection 1-5, the Village Administrator shall submit the application to the Village Council for the issuing of a license to the applicant. All licenses issued are contingent upon the State of Michigan issuing a license for the operation under State law;
- (F) Licensees shall report any other change in the information required by 4 (B) above, to the Village within ten days of the change. Fees shall be set by Council Resolution for any Stakeholder added after the original Application is filed.

#### SECTION 5. LICENSE APPLICATIONS EVALUATION

- (A) The Village Council shall assess all applications referred to it by the Village Administrator pursuant to Section 4 and Section 5.
- (B) In its application deliberations, the Village Council shall assess each application in each of the following categories:
1. The applicant's experience in operating other similarly licensed businesses.
  2. The applicant's general business management experience.
  3. The applicant's general business reputation.
  4. The integrity, moral character, and reputation; personal and business probity; financial ability and experience; and responsibility or means to operate or maintain a Medical Marihuana Facility of the applicant.
  5. The financial ability of the applicant to purchase and maintain adequate liability and casualty insurance.
  6. Whether the applicant or stakeholder is currently under indictment for or has been arrested for, or convicted of, pled guilty or nolo contendere to, forfeited bail concerning any relevant criminal offense under the laws of any jurisdiction, either felony or misdemeanor, not including traffic violations. A felony/misdemeanor of such nature that it may impair the ability of the applicant & stakeholder to operate a licensed business in a safe and competent manner.
  7. Whether the applicant or stakeholder has filed, or had filed against it, a proceeding for bankruptcy within the past seven (7) years.
  8. Whether the applicant or stakeholder has been served with a complaint or other notice filed with any public body regarding payment of any tax required under federal, state, or local law that has been delinquent for one (1) or more years.
  9. Whether the applicant or stakeholder has a history of noncompliance with any regulatory requirements in this state or any other jurisdiction.
  10. As it relates to operation of a Provisioning Center, the applicant's type of service and product that will be offered and the overall theme and atmosphere of the proposed Provisioning Center.
- (C) The Village Council shall assess each application with aforementioned categories Section 5(B) (1) through (12) and may issue a license to the applicant if an applicant has satisfactorily met all requirements.

## SECTION 6. LICENSES GENERALLY

- (A) To the extent permissible, all information submitted in conjunction with an application for a license or license renewal required by this Ordinance is confidential and exempt from disclosure under the Michigan Freedom of Information Act, 1976 PA 442, MCL 15.231 et.seq.
- (B) Licensees may transfer a license issued under this Ordinance to a different location upon receiving written approval from the Village. In order to receive approval to transfer a license location, the licensee must make a written request to the Village Administrator, indicating the current license location and the proposed license location, upon receiving the written request, the Village Administrator shall refer a copy of the written request to each of the following for their approval: the Fire Department or their designee, the Building Department, the Police Department or their designee, the Zoning Administrator or other Village official or their designee, and the Village Council. No License transfer shall be approved unless each such individual or department gives written approval that the Licensee and the proposed License location meet the standards identified in this Ordinance. A license transfer fee shall be established by Village Council through resolution.
- (C) Licensees may transfer a license issued under this Ordinance to a different individual or entity upon receiving written approval by the Village Administrator. In order to request approval to transfer a license to a different individual or entity, the licensee must make a written request to the Village Administrator, indicating the current licensee and the proposed licensee. Upon receiving the written request, the Village Administrator shall consider the request as a new application for a license and the procedures set forth in Section 3, Section 4, and Section 5 shall be followed. A license transfer fee shall be established by Village Council through resolution.
- (D) Licensees shall report any other change in the information required by this Ordinance to the Village Administrator within ten (10) business days of the change. Failure to do so may result in suspension or revocation of the license.

## SECTION 7. MINIMUM OPERATIONAL STANDARDS OF PROVISIONING CENTERS.

The following minimum standards for Provisioning Center shall apply:

- (A) No Provisioning Center shall be open to the public between the hours of 9 p.m. and 6 a.m.;
- (B) Consumption of Marihuana shall be prohibited on the premises of a Provisioning Center, and a sign shall be posted on the premises of each Provisioning Center indicating that consumption is prohibited on the premises;
- (C) Provisioning Centers shall continuously monitor the entire premises on which they are operated with surveillance systems that include security cameras. The video recordings shall be maintained in a secure, off-site location for a period of 14 days;
- (D) Unless permitted by the MMMA and Medical Marihuana Facilities Licensing Act or applicable state law, public or common areas of the Provisioning Center must be separated from restricted or non-public areas of the provisioning center by a permanent barrier. Unless permitted by the MMMA and Medical Marihuana Facilities Licensing Act or applicable state law, no Marihuana is permitted to be stored, displayed, or transferred in an area accessible to the general public;
- (E) All Marihuana storage areas within the Provisioning Center must be separated from any customer/patient areas by a permanent barrier. Unless permitted by the MMMA and Medical Marihuana Facilities Licensing Act or applicable state law, no Marihuana is permitted to be stored in an area accessible by the general public or registered customers/patients. Marihuana may be displayed in a sales area only if permitted by the MMMA or the Medical Marihuana Facilities Licensing Act;

- (F) Any usable Marihuana remaining on the premises of a Provisioning Center while the Provisioning Center is not in operation shall be secured in a safe permanently affixed to the premises;
- (G) Drive-through window on the premises of a Provisioning Center shall not be permitted;
- (H) Provisioning Center shall not allow the sale, consumption, or use of alcohol or tobacco products on the premises;
- (I) No Provisioning Center shall be operated in a manner creating noise, dust, vibration, glare, fumes, or odors detectable to normal senses beyond the boundaries of the property on which the Provisioning Center is operated;
- (J) The license required by this Ordinance shall be prominently displayed on the premises of a Provisioning Center;
- (K) Disposal of Marihuana shall be accomplished in a manner that prevents its acquisition by any person who may not lawfully possess it and otherwise in non-conformance with state laws;
- (L) All Marihuana delivered to a patient shall be packaged and labeled as provided by state laws.
- (M) All registered patients must present both their Michigan Medical Marihuana patient/caregiver identification card and government issued photo identification prior to entering restricted/limited areas or non-public areas of the Provisioning Center, and if no restricted/limited area is required, then promptly upon entering the Provisioning Center.
- (N) The premises shall be open, at all times, to any Michigan Medical Marihuana Licensing Board investigators, agents, auditors, or police, without a warrant and without notice to the holder of the license, enter the premises, offices, facilities, or other places of business of a licensee, if evidence of compliance or noncompliance with the MIAMA and Medical Marihuana Facilities Licensing Act or applicable state laws is likely to be found and consistent with constitutional limitations, for the following purposes:
  1. To inspect and examine all premises of Medical Marihuana Facility.
  2. To inspect, examine, and audit relevant records of the licensee and, if the holder of the license or any of the managerial employees or employees fails to cooperate with an investigation, the investigator may impound, seize, assume physical control of, or summarily remove from the premises all books, ledgers, documents, writings, photocopies, correspondence, records, and videotapes, including electronically stored records, money receptacles, or equipment in which the records are stored as well as any other property.
  3. To inspect the person, and inspect or examine personal effects present in a Medical Marihuana Facility, of any holder of state operating license while that person is present in a Medical Marihuana Facility.
  4. To investigate alleged violations of the MMMA and Medical Marihuana Facilities Licensing Act or applicable state laws.
- (O) It shall be prohibited to display any signs that are inconsistent with local laws or regulations or state law.
- (P) It shall be prohibited to use advertising material that is misleading, deceptive, or false, or that is designed to appeal to minors.
- (Q) It shall be prohibited to use the symbol or image of a Marihuana leaf in any exterior building signage.
- (R) No licensed Provisioning Center shall place or maintain, or cause to be placed or maintained, an advertisement of Marihuana in any form or through any medium within one thousand feet of the real property comprising a public or private elementary, vocational or secondary school



- (S) Certified laboratory testing results that meets the MMMA and Medical Marihuana Facilities Licensing Act or applicable state laws must be available to all Provisioning Center patients/customers upon request.

#### SECTION 8. MINIMUM OPERATIONAL STANDARDS OF GROWER FACILITY

The following minimum standards for Grower Facility shall apply:

- (A) The Grower facility shall comply at all times and in all circumstances with the Michigan Medical Marihuana Act, the Medical Marihuana Facilities Licensing Act, and the general rules of the Department of Licensing and Regulatory Affairs, as they may be amended from time to time;
- (B) The premises shall be open, at all times, to any Michigan Medical Marihuana Licensing Board investigators, agents, auditors, or police, without a warrant and without notice to the holder of the license, enter the premises, offices, facilities, or other places of business of a licensee, if evidence of compliance or noncompliance with the MIAMA and Medical Marihuana Facilities Licensing Act or applicable state laws is likely to be found and consistent with constitutional limitations, for the following purposes:
  1. To inspect and examine all premises of Medical Marihuana Facility.
  2. To inspect, examine, and audit relevant records of the licensee and, if the holder of the license or any of the managerial employees or employees fails to cooperate with an investigation, the investigator may impound, seize, assume physical control of, or summarily remove from the premises all books, ledgers, documents, writings, photocopies, correspondence, records, and videotapes, including electronically stored records, money receptacles, or equipment in which the records are stored as well as any other property.
  3. To inspect the person, and inspect or examine personal effects present in a Medical Marihuana Facility, of any holder of state operating license while that person is present in a Medical Marihuana Facility.
  4. To investigate alleged violations of the MMMA and Medical Marihuana Facilities Licensing Act or applicable state laws.
- (C) Any Grower Facility shall maintain a log book and/or database indicating the number of Marihuana Plants therein. Each Marihuana Plant will be tagged as required by the MMMA and Medical Marihuana Facilities Licensing Act;
- (D) All Marihuana shall be contained within a facility permitted by State Law;
- (E) All necessary building, electrical plumbing and mechanical permits shall be obtained for any portion of the structure in which electrical wiring, lighting and/or watering devices that support the Grower, growing or harvesting of Marihuana are located;
- (F) That portion of the structure storing any chemicals such as herbicides, pesticides, and fertilizers shall be subject to inspection and approval by the Village of Chesaning Fire Department to insure compliance with all applicable statutes, codes and ordinances;
- (G) The dispensing of Marihuana at the Grower Facility shall be prohibited;
- (H) All persons working in direct contact with Marihuana shall conform to hygienic practices while on duty, including but not limited to:
  1. Maintaining adequate personal cleanliness;
  2. Washing hands thoroughly in adequate hand-washing areas before starting work and at any other time when the hands may have become soiled or contaminated;
  3. Refraining from having direct contact with Marihuana if the person has or may have an illness, open lesion, including boils, sores or infected wounds, or any other abnormal source of microbial contamination, until the condition is corrected.
- (I) Litter and waste shall be properly removed and the operating systems for waste disposal shall be maintained in an adequate manner so that they do not constitute a source of contamination in the areas where Marihuana is exposed.

- (J) Floors, walls and ceiling, shall be constructed in such a manner that they may be adequately cleaned and kept clean and in good repair;
- (K) There shall be adequate screening or other protection against the entry of pests. Rubbish shall be disposed of so as to minimize the development of odor and minimize the potential for the waste development of odor and minimize the potential for waste becoming and attractant, harborage or breeding places for pests;
- (L) Any buildings, fixtures and other facilities shall be maintained in a sanitary condition;
- (M) Each Grower Facility shall provide its occupants with adequate and readily accessible toilet facilities that are maintained in a sanitary condition and good repair;
- (N) Marihuana that can support the rapid growth of undesirable microorganisms shall be held in a manner that prevents the growth of these microorganisms;
- (O) Grower Facility shall be free from infestation by insects, rodents, birds, or vermin of any kind;
- (P) Exterior signage or advertising identifying the facility as a Grower Facility shall be prohibited.

#### SECTION 9. MINIMUM OPERATIONAL STANDARDS OF SAFETY COMPLIANCE FACILITY

The following minimum standards for Safety Compliance Facility shall apply:

- (A) The Safety Compliance Facility shall comply at all times and in all circumstances with the MMMA and Medical Marihuana Facilities Licensing Act or applicable State laws, and the general rules of the Department of Licensing and Regulatory Affairs, as they may be amended from time to time;
- (B) Consumption and/or use of Marihuana shall be prohibited at the facility;
- (C) The premises shall be open, at all times, to any Michigan Medical Marihuana Licensing Board investigators, agents, auditors, or police, without a warrant and without notice to the licensee, enter the premises, offices, facilities, or other places of business of a licensee, if evidence of compliance or noncompliance with the MMMA and Medical Marihuana Facilities Licensing Act or applicable state laws is likely to be found and consistent with constitutional limitations, for the following purposes:
  1. To inspect and examine all premises of Medical Marihuana Facilities.
  2. To inspect, examine, and audit relevant records of the licensee and, if the licensee or any managerial employees or employees fails to cooperate with an investigation, the investigator may impound, seize, assume physical control of, or summarily remove from the premises all books, ledgers, documents, writings, photocopies, correspondence, records, and videotapes, including electronically stored records, money receptacles, or equipment in which the records are stored as well as any other property.
  3. To inspect the person, and inspect or examine personal effects present in a Medical Marihuana Facility, of any holder of state operating license while that person is present in a Medical Marihuana Facility.
  4. To investigate alleged violations of the MMMA and Medical Marihuana Facilities Licensing Act or applicable state laws.
- (D) Any Safety Compliance Facility shall maintain a log book and/or database which complies with the MMMA and Medical Marihuana Facilities Licensing Act or applicable state laws;
- (E) All Marihuana shall be contained within the building in an Enclosed, Locked Facility in accordance with the MMMA, as amended, and Medical Marihuana Facilities Licensing Act or applicable state laws;
- (F) There shall be no other accessory uses permitted within the same facility other than those associated with testing Marihuana;
- (G) All persons working in direct contact with Marihuana shall conform to hygienic practices while on duty;

- (H) Litter and waste shall be properly removed and the operating systems for waste disposal shall be maintained in an adequate manner so that they do not constitute a source of contamination in areas where Marihuana is exposed;
- (I) Floors, walls and ceilings shall be constructed in such a manner that they may be adequately cleaned and kept clean and in good repair;
- (J) Any buildings, fixtures and other facilities shall be maintained in a sanitary condition;
- (K) Marihuana that can support the rapid growth of undesirable microorganisms shall be held in a manner that prevents the growth of these microorganisms;
- (L) Exterior signage or advertising identifying the facility as a Safety Compliance Facility shall be prohibited.

#### SECTION 10. MINIMUM OPERATIONAL STANDARDS OF PROCESSOR FACILITY.

The following minimum standards for Processor Facility shall apply:

- (A) The Processor shall comply at all times and in all circumstances with the Michigan Medical Marihuana Act, the Medical Marihuana Facilities Licensing Act, and the general rules of the Department of Licensing and Regulatory Affairs, as they may be amended from time to time;
- (B) Consumption and/or use of Marihuana shall be prohibited at the Processor Facility;
- (C) All activity related to the Processor Facility shall be done indoors;
- (D) The premises shall be open, at all times, to any Michigan Medical Marihuana Licensing Board investigators, agents, auditors, or police, without a warrant and without notice to the licensee, enter the premises, offices, facilities, or other places of business of a licensee, if evidence of compliance or noncompliance with the MMMA and Medical Marihuana Facilities Licensing Act or applicable state laws is likely to be found and consistent with constitutional limitations, for the following purposes:
  1. To inspect and examine all premises of Medical Marihuana Facilities.
  2. To inspect, examine, and audit relevant records of the licensee and, of the licensee or any managerial employees or employees fails to cooperate with an investigation, the investigator may impound, seize, assume physical control of, or summarily remove from the premises all books, ledgers, documents, writings, photocopies, correspondence, records, and videotapes, including electronically stored records, money receptacles, or equipment in which the records are stored as well as any other property.
  3. To inspect the person, and inspect or examine personal effects present in a Medical Marihuana Facility, of any holder of state operating license while that person is present in a Medical Marihuana Facility.
  4. To investigate alleged violations of the MMMA and Medical Marihuana Facilities Licensing Act or applicable state laws.
- (E) Any Processor Facility shall maintain a log book and/or database which complies with the MMMA, as amended, and Medical Marihuana Facilities Licensing Act or applicable state laws;
- (F) All Marihuana shall be tagged as required by the MMMA, the Medical Marihuana Facilities Licensing Act or applicable state laws;
- (G) All Marihuana shall be contained within Enclosed Locked Facility in accordance with the MMMA, as amended;
- (H) All necessary building, electrical plumbing and mechanical permits shall be obtained for any portion of the structure in which electrical wiring for devices that support the processing of Marihuana are located;
- (I) That portion of the structure where the storage of any chemicals is located shall be subject to inspection and approval by the Village of Chesaning Fire Department to insure compliance with all applicable statutes, codes and ordinances.;

- (J) The dispensing of medical Marihuana at the Processor facility shall be prohibited;
- (K) All persons working in direct contact with Marihuana shall conform to hygienic practice while on duty, including but not limited to:
  1. Maintaining adequate personal cleanliness;
  2. Washing hands thoroughly in adequate hand-washing areas before starting work and at any other time when the hands may have become soiled or contaminated;
  3. Refraining from having direct contact with Marihuana if the person has or may have an illness, open lesion, including boils, sores or infected wounds, or any other abnormal source of microbial contamination, until the condition is corrected.
- (L) Litter and waste shall be properly removed and the operating systems for waste disposal are maintained in an adequate manner so that they do not constitute a source of contamination in areas where Marihuana is exposed;
- (M) Floors, walls, and ceilings shall be constructed in such a manner that they may be adequately cleaned and kept clean and in good repair;
- (N) There shall be adequate screening or other protection against the entry of pests. Rubbish shall be disposed of so as to minimize the development of odor and minimize the potential for the waste development of odor and minimize the potential for waste becoming and attractant, harborage or breeding places for pests;
- (O) Any buildings, fixtures and other facilities shall be maintained in a sanitary condition;
- (P) Each Processor Facility shall provide its occupants with adequate and readily accessible toilet facilities that are maintained in a sanitary condition and good repair;
- (Q) Marihuana that can support the rapid growth of undesirable microorganisms shall be held in a manner that prevents the growth of these microorganisms;
- (R) Processor Facility shall be free from infestation by insects, rodents, birds, or vermin of any kind;
- (S) Processor Facility shall produce no products other than useable Marihuana intended for human consumption.
- (T) Exterior signage or advertising identifying the facility as a Processor Facility shall be prohibited.

#### SECTION 11. MINIMUM OPERATIONAL STANDARDS OF SECURE TRANSPORTER

The following minimum standards for Secure Transporters shall apply:

- (A) The Secure Transporter shall comply at all times with the Michigan Medical Marihuana Act, the Medical Marihuana Facilities Licensing Act, the Marihuana Tracking Act and the general rules of the Department of Licensing and Regulatory Affairs, as they may be amended from time to time.
- (B) Consumption and/or use of marihuana shall be prohibited at a storage facility of a Secure Transporter.
- (C) Storage of marihuana by a Secure Transporter shall comply with the following:
  1. The storage facility shall be continuously monitored with a surveillance system that includes security cameras. The video recording shall be maintained in a secure, off-site location for a period of fourteen (14) days.
  2. The storage facility shall not be used for any other commercial purpose.
  3. The storage facility shall not be open or accessible to the general public.
  4. The storage facility shall be maintained and operated so as to comply with all state and local rules, regulations and ordinance.
  5. The storage facility shall be open at all times to any Michigan Medical Marihuana Licensing Board investigator or police officers, without a warrant and without notice to the holder of the license, enter the premises, offices, facilities or other places of business of a licensee, if evidence of compliance or non - compliance with the MMMA

and Medical Marihuana Facilities Licensing Act or applicable state laws is likely to be found and consistent with constitutional limitations for the following purposes:

- i. to inspect and examine all premises of Medical Marihuana Facility
  - ii. to inspect, examine and audit relevant records of the licensee and, if the holder of the license or any of the managerial employees or employees fails to cooperate with an investigation, the investigator may impound, seize, assume physical control of, or summarily remove from the premises all books, ledgers, documents, writings, photocopies, correspondence, records, and videotapes, including electronically stored records, money receptacles, or equipment in which the records are stored as well as any other property.
  - iii. to inspect the person, and inspect or examine personal effects present in a Medical Marihuana Facility, of any holder or state operating license while that person is present in a Medical Marihuana Facility.
  - iv. to investigate alleged violations of the MMMA and Medical Marihuana Facilities Licensing Act or applicable state laws.
6. All marihuana stored within the facility shall be stored within Enclosed Locked Facilities in accordance with the MMMA as amended.
  7. All persons working in direct contact with marihuana being stored by a secure transporter shall conform to hygienic practices while on duty, including but not limited to:
    - i. maintaining adequate personal cleanliness
    - ii. washing hands thoroughly in adequate hand washing areas before starting work and at any other time when the hands may have become soiled or contaminated
    - iii. refrain from having direct contact with marihuana if the person has or may have an illness, open lesion, including boils, sores or infected wounds, or any other abnormal source of microbial contamination, until the condition is corrected.
- (D) A Secure Transporter licensee and each stakeholder shall not have an interest in a Grower Processor, Provisioning Center or Safety Compliance Facility and shall not be a registered qualifying patient or a registered primary caregiver.
- (E) A Secure Transporter shall enter all transactions, current inventory, and other information as required by the state into the statewide monitoring system as required by law.
- (F) A Secure Transporter shall comply with all of the following:
1. Each driver transporting marihuana must have a chauffeur's license issued by the state.
  2. Each employee who has custody of marihuana or money that is related to a marihuana transaction shall not have been convicted of or released from incarceration for a felony under the laws of this state, any other state, or the United States within the past five (5) years or have been convicted of a misdemeanor involving a controlled substance with the past five (5) years.
  3. Each vehicle shall be operated with a two-person crew with at least one individual remaining with the vehicle at all times during the transportation of marihuana.
  4. A route plan and manifest shall be entered into the statewide monitoring system, and a copy shall be carried in the transporting vehicle and presented to a law enforcement officer upon request.
  5. The marihuana shall be transported by one or more sealed containers and not be accessible while in transit.

6. A secure transporting vehicle shall not bear markings or other indication that it is carrying marihuana or a marihuana infused product.
- (G) A vehicle used by a Secure Transporter is subject to administrative inspection by a law enforcement officer at any point during the transportation of marihuana to determine compliance with all state and local laws, rules, regulations and ordinances.

SECTION 12. LOCATION OF GROWER FACILITY, SAFETY COMPLIANCE FACILITY, PROCESSOR FACILITY, AND SECURE TRANSPORTER

- (A) No Grower Facility, Safety Compliance Facility, Processor Facility, or Secure Transporter shall be located within five hundred (500) feet of a public or private elementary, vocational, or secondary school as measured "door to door" to the entrance of the school from the licensed facility's entrance.

SECTION 13. LOCATION OF PROVISIONING CENTERS

- (A) No Provisioning Center shall be located within:
1. Five hundred (500) feet of a public or private elementary, vocational, or secondary school as measured "door to door" to the entrance of the school from the licensed facility's entrance; or
  2. Five hundred (500) feet of a church or religious institution defined as exempt by the Village Assessor's Office as measured "door to door" to the entrance of the church or religious institution from the entrance of the licensed facility's entrance.

SECTION 14. DENIAL AND REVOCATION.

- (A) A license issued under this Ordinance may be revoked after an administrative hearing at which the Village Council by majority vote of the members present determines that any grounds for revocation under this Ordinance exist. Notice of the time and place of the Hearing and the grounds for revocation must be given to the holder of license at least five days prior to the date of the hearing, by first class mail to the address given on the license application; a licensee whose license is subject of such Hearing may present evidence and/or call witnesses at the Hearing;
- (B) A license applied for or issued under this Ordinance may be denied or revoked on any of the following basis:
1. Violation of this Ordinance;
  2. Any conviction of or release from incarceration for a felony under the laws of this State, any other state, or the United States within the past five (5) years by the Applicant or any stakeholder of the Applicant as measured from the date of the Application or the date of becoming a stakeholder, whichever occurs later, or while licensed under this Ordinance; or any conviction of a substance-related felony by the Applicant or any stakeholder of the Applicant ever or while licensed under this Ordinance;
  3. Commission of fraud or misrepresentation or the making of a false statement by the Applicant or any stakeholder of the Applicant while engaging in any activity for which this Ordinance requires a license;
  4. Sufficient evidence that the Applicant(s) lack, or have failed to demonstrate, the requisite professionalism and/or business experience required to assure strict adherence to this Ordinance and the rules and regulations governing the Medical Marihuana Program in the State of Michigan;
  5. The Medical Marihuana Facility is determined by the Village of Chesaning to have become a public nuisance;
  6. The Michigan Medical Marihuana Licensing Board has denied, revoked or suspended the applicant's state license.

**SECTION 15. PENALTIES AND DISCIPLINE**

- (A) The Village of Chesaning may require an applicant or holder of license of a Medical Marihuana Facility to produce documents, records, or any other material pertinent to the investigation of an application or alleged violation of this Ordinance. Failure to provide the required material may be grounds for application denial, license revocation, or discipline;
- (B) Any person in violation of any provision of this Ordinance or any provision of a license issued under this Ordinance is responsible for a misdemeanor, punishable by a fine of up to \$500.00 plus cost of prosecution, 90 days imprisonment, or both, or each violation. This section is not intended to prevent enforcement of any provision of the State law by the Village of Chesaning Police Department;
- (C) All fines imposed under this Ordinance shall be paid within forty-five (45) days after the effective date of the order imposing the fine or as otherwise specified in the order;
- (D) The Village Council may temporarily suspend a Medical Marihuana Facility License without a hearing if the Village Council finds that public safety or welfare requires emergency action. The Village Council shall cause the temporary suspension by issuing a Suspension Notice by majority vote of members present and voting thereon in connection with institution of proceedings for a Hearing;
- (E) If the Village Council temporarily suspends a license without a Hearing, the holder of the license is entitled to a hearing within thirty (30) days after the Suspension Notice has been issued. The hearing shall be limited to the issues cited in the Suspension Notice.
- (F) If the Village Council does not hold a hearing within thirty (30) days after the date of suspension was issued, then the suspended license shall be automatically reinstated and the suspension vacated.

**SECTION 16. EFFECTIVE DATE**

This Ordinance shall take effect thirty (30) days from the date of its publication, and all Ordinances or a part of Ordinances in conflict with this Ordinance shall be repealed.

Adopted and passed by the Chesaning Village Council the XXXX day of XXXXX, 2019.

Signed this \_\_\_\_\_ day of \_\_\_\_\_, 2019

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Joseph Sedlar, Jr., President

\_\_\_\_\_  
Trent Vondrasek, Administrator