## CITY COUNCIL OF EAST ORANGE

Resolution offered by Council Member HOLMAN

# RESOLUTION AMENDING RESOLUTION I-137 RESOLUTION PROVIDING LOCAL SUPPORT FOR NIMBUS HOLDINGS LLC TO OPERATE AS A CLASS 5 STANDARD RETAILER IN THE CITY

WHEREAS, pursuant to the provisions of P.L. 2021, c. 16, known as the "New Jersey Cannabis Regulatory, Enforcement Assistance, and Marketplace Modernization Act," the City of East Orange adopted Ordinance No. 45-2021 (as amended) to regulate and tax cannabis businesses within the City; and

WHEREAS, pursuant to N.J.A.C. 17:30-7.8, and N.J.A.C. 17:30-7.10 applicants for cannabis business licenses need to submit proof of local support from the City in the form of a resolution from the City Council as part of either their conversion-to-annual or annual license application(s) to the State Cannabis Regulatory Commission ("CRC"); and

WHEREAS, pursuant to a Notice of Local Support Application Acceptance dated October 17, 2022, the City's Board of Cannabis Control ("BCC") reviewed Nimbus Holdings LLC's ("Applicant") local support application to operate as a Class 5 Standard Retailer in the City, and endorsed Applicant to the City Council for a resolution of local support pursuant to the BCC's Resolution attached hereto; and

WHEREAS, Ordinance No. 45-2021 (as amended) authorizes up to three (3) Class 5 Standard Retailer permits to be issued to Applicants; and

WHEREAS, the City Council has determined that the issuance of a permit to Applicant by the CRC would not exceed any licensing limits; and

NOW, THEREFORE, BE IT RESOLVED, the East Orange City Council hereby authorizes the issuance of this resolution of local support to Applicant for the purpose described herein; and

**NOW, THEREFORE, BE IT FURTHER RESOLVED,** pursuant to Ordinance No. 26-2022 the foregoing resolution of support shall expire 180 days from the date of issuance, unless extended by the City Counsel in its sole discretion.

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Council Member

Ted R. Green

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Council Member

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OF RESOLUTION NG.

ADOPTED BY THE CITY
COUNCIL OF EAST OR AGE AT ITS MEETING HELD

Council Member	AYE	NAY	N.V.	A.B	
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X - Indicates Vote A.B. - Absent Action on Veto -  $\sqrt{\text{To Sustain}}$ 

N.V - Not Voting (Abstained or Excused)  $\sqrt{V}$  To Over-Ride

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	Christopher Awe, City Council Chairman
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#### RESOLUTION

#### City of East Orange Board of Cannabis Control

#### In the Matter of Nimbus Holdings LLC

Approving an Endorsement to the City Council for a Resolution of Local Support to Operate a
Class 5 Cannabis Retailer Standard Business

50 North Park Street Block # 822, Lot # 37

#### BCC 22-003 Decided on December 8, 2022

WHEREAS, pursuant to its Notice of Local Support Application Acceptance dated October 17, 2022 (the "Notice"), the Board of Cannabis Control (the "BCC") of the City of East Orange (the "City") opened an application acceptance period between October 21, 2022 and November 18, 2022 for applicants seeking Resolutions of Support from the City Council to operate Class 1 Cultivator, Class 2 Manufacturer and Class 5 Retailer Cannabis Establishments in the City; and

WHEREAS, Nimbus Holdings LLC (hereinafter the "Applicant") filed a complete Local Support Application with the BCC proposing to operate a Class 5 Cannabis Retailer Standard Business at premises located at 50 North Park Street and located within an area governed by the IND-1 – Mixed Industrial/Commercial Zoning District (the "Premises"), which Applicant leased from its current owner, an affiliate of Applicant, on or before the submission deadline (the "LSA"); and

WHEREAS, pursuant to the BCC's Notice of Local Support Application Acceptance dated October 17, 2022, the LSA was reviewed and scored by the BCC and having received a total final score of 89.3, Applicant was scheduled for a hearing before the BCC on December 8, 2022; and

WHEREAS, due notice of the special public meeting held on Thursday, December 8, 2022, for the purpose of hearing the LSA, among others, was provided in accordance with the Open Public Meetings Act ("OPMA"); and

WHEREAS, Applicant having appeared before the Board at public hearings held on December 5, 2022, and again on December 8, 2022 (the "Hearings") upon a successful motion to carry Applicant's hearing to allow Applicant the opportunity to submit additional information sought by the BCC during the initial hearing regarding its community impact plan, social responsibility statement and construction of an employee breakroom; and

WHEREAS, Applicant's witnesses were sibling owners: Ramanjit, Jasjit, and Sukhjit Mangat of Burlington, New Jersey who testified with respect to all aspects of the LSA including, without limitation, Applicant's: (a) collective business experience, (b) proposed community based programs, including neighborhood beautification, local artist showcasing, credit building support and establishment of a cannabis education grant, and (c) plans to roll-out and fund a one-story retail store on the Premises; and

WHEREAS, Applicant having presented its plans and responded to inquiries from the BCC Commissioners to their satisfaction, and two individuals having spoken in support of Applicant referencing their other businesses and prior community involvement in the City during the public comment period; and

WHEREAS, upon the affirmative vote of the BCC members, Applicant was approved for an endorsement to the City Council to operate a Class 5 Cannabis Retailer Standard Business at the Premises on December 8, 2022 (the "Endorsement Date").

NOW, THEREFORE, the BCC makes the following findings of fact based upon the evidence presented at the aforesaid Hearings, at which a record was made.

#### FINDINGS OF FACT

1. All the Recitals set forth above are incorporated herein by reference. Further, the LSA with all drawings, exhibits and supporting documents, Applicant's own testimony and that of any sworn witnesses, are hereby incorporated by reference.

- 2. Applicant is a MWBE Certified business, owned by siblings, Ramanjit, Jasjit, and Sukhjit Mangat of Burlington, New Jersey.
- 3. Applicant entered into a 5-year lease for the Premises (totaling approximately 2,474 square feet) which is located in the IND-1 subdistrict of the Mixed Industrial/Commercial Zone.
- 4. Pursuant to the City's Cannabis Ordinance, all Retailer (with or without consumption areas) and Delivery Service Cannabis Business operations shall be permitted uses in IND, IND-1, CBD, CAC, ACD, and C2 zones.
- 5. Applicant's Zoning Determination Letter provides the site "is properly zoned only as a condition to operate such establishment."
- 6. Applicant proposes to operate a Class 5 Cannabis Retailer Standard Business at the existing ground floor commercial space upon State and local licensure.
- 7. Applicant received a Conditional License (No. RE000175) from the Cannabis Regulatory Commission (the "CRC") to operate as a Class 5 Cannabis Retailer Standard Business which is scheduled to expire on or about March 31, 2023, absent any automatic extensions already granted by the CRC to applicants issued licenses between March 24 and October 11, 2022, or any other extensions requested by Applicant and approved by the CRC (the "Conditional License").
- 8. Applicant further proposes interior alterations, and/or façade and signage changes consistent with architectural renderings submitted with the LSA, which must be approved by the City's Department of Policy, Planning and Development (the "*Planning Board*").
- 9. Pursuant to the LSA and/or testimony offered at the Hearings, the Premises are not located within 100 feet of a daycare, elementary school, or high school, as measured from the main entrance of each establishment (the "School Buffer").

- 10. As of the Endorsement Date, the BCC has not issued any permits to operate Class 5 Retailer Cannabis Businesses (whether a Microbusiness or Standard Business), in the City. Consequently, the Premises are not currently determined to be situated within 625 of another Cannabis Business, as measured from the main entrance of each establishment (the "Cannabis Business Buffer").
- 11. Applicant does not seek approval to operate an on-site Consumption Area at the Premises, nor does Applicant propose to conduct curb-side pick-up or home delivery services from the Premises, at this time.

**NOW, THEREFORE,** the BCC makes the following conclusions of law based upon the foregoing Findings of Fact.

#### **CONCLUSIONS OF LAW**

The New Jersey Cannabis Regulatory Enforcement Assistance and Marketplace Modernization Act, N.J.S.A. 24:61-31, et al. (2021) (the "Act"), grants municipalities the authority to adopt ordinances governing: the classes, types and number of Cannabis Businesses permitted to operate within their boundaries; zoning and land use requirements for the premises of permitted Cannabis Businesses; the location, manner and times of operation for permitted Cannabis Businesses, the establishment and collection of local transfer and user taxes; and civil penalties for local violations of the Act.

Pursuant to the Act, the City passed a cannabis ordinance, most recently amended on or about September 12, 2023 (No. 26 of 2022), which established the BCC to Act as the local permitting and regulating authority for recreational cultivation, manufacturing, wholesale, distribution, retail, delivery, possession, consumption, use and local taxation of Cannabis and Cannabis Items in the City in accordance with the Act (the "Cannabis Ordinance").

The Cannabis Ordinance authorizes the BCC to, among others, establish criteria and a formal process for applicants to apply for a Resolution of Support for their Conditional License Conversion or Annual License applications and to hear applications for Resolutions of Support, determine whether

applicants meet the applicable criteria, and issue recommendations for endorsement to the Council for applicants that meet the applicable criteria or denials to applicants that do not.

The BCC evaluated the measures contained in the Cannabis Ordinance and the Notice including, without limitation, Applicant's business experience, the suitability of the Premises for its intended use, the location of the Premises with respect to any School or Cannabis Establishment Buffers, any vehicle information provided, Applicant's business, security, workforce development, community impact plan and nuisance mitigation plans, its social responsibility statement and Bonus Point eligibility for East Orange residency and site control. Having weighed the measures and finding that Applicant has met the standards required by the Cannabis Ordinance and the Notice for a Resolution of Support, a motion to approve Applicant for an Endorsement to the City Council for a Resolution of Local Support to Operate a Class 5 Cannabis Retailer Standard Business was made.

NOW, THEREFORE, BE IT RESOLVED, by the BCC that the LSA of Nimbus Holdings LLC (Case No. 22-003) seeking approval for an Endorsement to the City Council for a Resolution of Local Support to Operate a Class 5 Cannabis Retailer Standard Business at the Premises, is approved with the following conditions:

- 1. All testimony given by the Applicant and any witnesses in accordance with this Application shall be binding;
- 2. Prior to the issuance of any Cannabis Business Permit, the Applicant shall seek and receive any site plan approvals required for the intended use of the Premises by the Planning Board and an Annual License from the CRC; and
- 3. Applicant shall adhere to any conditions of approval set forth on the record by the BCC, the City Council and/or the Planning Board.

**BE IT FURTHER RESOLVED** by the BCC that a copy of this Resolution shall be forwarded to the City Clerk and made available to Applicant upon request.

Adopted this  $2^{nd}$  day of March 2023 by a majority of the members of the Board present at such a meeting who voted for the action to be taken on the  $8^{th}$  day of December 2022.

#### **ENDORSEMENT** City of East Orange **Board of Cannabis Control**

In the Matter of Nimbus Holdings LLC **BCC 22-003** 

Decided on December 8, 2022 Memorialized on March 2, 2023 **Resolution of Local Support** 

DATES OF HEARING:

December 8, 2022

VOTE:

5-0

**VOTING IN FAVOR:** 

Chairwoman Aziza McGill-Ayinde Vice Chairwoman Theresa Pollard Commissioner Thomas Bullock Commissioner Phillip Reed Commissioner Kevin T. Mickens

VOTING AGAINST:

None

ABSTAINING:

None

AZIZA MCGILL-AYINDE, CHAIRWOMAN EAST ORANGE BOARD OF CANNABIS CONTROL

APPROVED AS TO LEGAL FORM:

DONYALE HARRIS, SECRETARY EAST ORANGE BOARD OF CANNABIS CONTROL

ROSEMARIE MOYENO MATOS, ESQ. EAST ORANGE BOARD OF CANNABIS

CONTROL

DATE OF MEMORIALIZATION:

March 2, 2023