

COUNTY OF SAN LUIS OBISPO DEPARTMENT OF PLANNING & BUILDING

MARVIN A. ROSE, INTERIM DIRECTOR

THIS IS A NEW PROJECT REFERRAL

Date	Name	Phone
IF YOU HAVE "I	NO COMMENT," PLEASE SO INDICATE, (OR CALL.
	attach any conditions of approval you 's approval, or state reasons for recom	recommend to be incorporated into the imending denial.
PART III: INDI	CATE YOUR RECOMMENDATION FOR F	INAL ACTION.
	•	n-significant levels, and attach to this letter.)
OF REV		EMS OR IMPACTS IN YOUR AREA
	ATTACHED INFORMATION ADEQUATE YES (Please go on to PART II.) NO (Call me ASAP to discuss what we must obtain comments from outs	else you need. We have only 10 days in which
	ter with your comments attached no l spond within 60 days. Thank you.	ater than 14 days from receipt of this referral.
PROJECT DES	nursery in an existing 250, 344 sq/	FAM Management Jse Permit for indoor cannabis cultivation ft greenhouse located at 887 Mesa Rd. in
FROM:	Brandi Cummings (<u>bcummings@co</u>	·
TO:	4 th District Legislative Assistant, Co CSD, South County Advisory Counc	ounty Fire/Cal Fire, Public Works, Nipomo cil
DATE:	3/15/2018	



San Luis Obispo County Department of Planning and Building

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APPLICATION TYPE - CHECK ALL THAT APPLY Emergency Permit Tree Permit Minor Use Permit Conditional Use Permit/Development Plan Plot Plan Curb, Gutter & Sidewalk Waiver Other Site Plan Surface Mining/Reclamation Plan Zoning Clearance Amendment to approved land use permit Variance	Department Use Only Do Not Mark (Staff Apply Label Here)
APPLICANT INFORMATION Check box for contact	
person assigned to this project Landowner Name Jafroodi Properties, LP	Dayting Dhama (005) 007 5404
Mailing Address 2901 Sturgis Rd. Oxnard. CA	Daytime Phone (805) 207-5464 Zip Code 93030
Email Address: Jafroodiproperties@yahoo.com	
Applicant Name CFAM Mgmt. Group	Daytime Phone
Mailing Address 887 Mesa Road, Nipomo CA	Zip Code 93444
Email Address: kluce@cfammanagement.com	
✓ Agent Name Kirk Consulting- Lisa Bugrova	Daytime Phone (805) 461-5765
Mailing Address 8830 Morro Road, Atasacadero	Zip Code 93422
Email Address: lisa@kirk-consulting.net	
PROPERTY INFORMATION Total Size of Site: 39.09 acres Assessor Legal Description: Address of the project (if known): 887 Mesa Road, Nipomo Directions to the site (including gate codes) - describe first w the site, then nearest roads, landmarks, etc.: 101 to Tefft St. (e) Describe current uses, existing structures, and other improve Greenhouses, accessory ag support structures, water storage, ornamental landscaping	ements and vegetation on the property:
PROPOSED PROJECT Describe the proposed project (inc. sq. ft. of all buildings):	e of existing 250,344 sq. ft. greenhouse for cannabis cultivation and nursery
LEGAL DECLARATION I, the owner of record of this property, have completed this for statements here are true. I do hereby grant official represent the subject property.	tatives of the county authorization to inspect
Property owner signature	Date 219018
FOR STAFF USE ONLY	

LAND USE PERMIT APPLICATION PACKAGE SAN LUIS OBISPO COUNTY PLANNING & BUILDING http://www.slocounty.ca.gov/planning.htm

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San Luis Obispo (County Department	of Planning and	Building	File No	
				e	F 6
Type of project:	Commercial	Olndustrial	Residential	Recreational	Other
Describe any mod applicable): n/a	lifications/adjustme	nts from ordinan	ce needed and th	e reason for the req	uest (if
Describe existing	and future access t	o the proposed (oroject site: Existing	paved/gated entry off Mesa	Road
	cel ownership: acreage of all prop			Yes No roject site? 38.71	
please specify all	agricultural uses):	e uses of the lar		ur property (when a	pplicable,
North: Greenho	uses		_ South: Row crops/		
East: Greenhouses			West: _Agricultural s	support/undeveloped	
For all projects, answer the following: Square footage and percentage of the total site (approximately) that will be used for the following: Buildings: 284,099 sq. feet 17 % Landscaping: 0 sq. feet 0 % Paving: 0 sq. feet 0 % Other (specify) Total area of all paving and structures: 284,099 (existing use) Total area of grading or removal of ground cover: Number of parking spaces proposed: existing Height of tallest structure: existing					
Number of trees to Setbacks:	ront	Right	Type: _ ^{_n/a} Left		Back
Proposed water Community Sy Do you have a va	source: On-s /stem - List the age lid will-serve letter? ge disposal: In	ite well Sh ncy or company	responsible for pr No (If yes, pl	Other ovision: ease submit copy) Other	
	stem - List the age lid will-serve letter?			ewage disposal: ease submit copy)	
Fire Agency: L	ist the agency resp	onsible for fire p	protection: CalFire	TALOUT MANAGEMENT AND ADMINISTRATION OF THE PROPERTY OF THE PR	1.000
Total outdoor use	industrial projects area: O so f all structures inclu	, feet () acres	•		
For residential projects, answer the following: Number of residential units: Number of bedrooms per unit: Total floor area of all structures including upper stories, but not garages and carports: sf Total of area of the lot(s) minus building footprint and parking spaces: sf					

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San Luis Obispo County Department of Planning and Building

File No	

The California Environmental Quality Act (CEQA) requires all state and local agencies to consider and mitigate environmental impacts for their own actions and when permitting private projects. The Act also requires that an environmental impact report (EIR) be prepared for all actions that may significantly affect the quality of the environment. The information you provide on this form will help the Department of Planning and Building determine whether or not your project will significantly affect the quality of the environment.

To ensure that your environmental review is completed as quickly as possible, please remember to:

a. Answer ALL of the questions as accurately and completely as possible.

b. Include any additional information or explanations where you believe it would be helpful or where required. Include additional pages if needed.

c. If you are requesting a land division or a re-zoning, be sure to include complete information about future development that may result from the proposed land division or rezoning.

d. Include references to any reports or studies you are aware of that might be relevant to the questions asked or the answers you provide.

Should a determination be made that the information is inaccurate or insufficient, you will be required to submit additional information upon request.

Physical Site Characteristic Information

Your site plan will also need to show the information requested here:

1.	Describe the topography of the site:		
	Level to gently rolling, 0-10% slopes:	39.09 acres	
	Moderate slopes - 10-20%:	o acres	•
	20-30%:	o acres	
	Steep slopes over 30%:	<u> </u>	
2.	Are there any springs, streams, lakes or	marshes on or near the site?	Yes No
	If ves. please describe:		
3.	Are there any flooding problems on the s	ite or in the surrounding area?	Yes No
	If yes, please describe:		
4.	Has a drainage plan been prepared?		Yes No
	If yes, please include with applicatio	n.	
5.	Has there been any grading or earthwork	con the project site?	S Yes ⊘ No
	If yes, please explain:	A UCERT OF COURT DUSC	
6.	Has a grading plan been prepared?	1 10	Yes No
	If yes, please include with application	J	
7.	Are there any sewer ponds/waste dispos	sal sites on/adjacent to the project?	Yes No
8.	Is a railroad or highway within 300 feet o	f your project site?	Yes No
9.	Can the proposed project be seen from s	surrounding public roads?	()Yes (No
	If you planed list:		

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Water Supply Information

٠1. ر	What type of water supply is proposed?
Xisti	ന്റെ 🎧 Individual well 🦳 Shared well 💮 Community water system
	What is the proposed use of the water?
	Residential Agricultural - Explain Cannabis greenhouse cultivation and nursery
	Commercial/Office - Explain
	Industrial – Explain
3.	What is the expected daily water demand associated with the project? 3,500 gallons
	What is the expected daily water definition associated with the project:
4.	How many service connections will be required? O
5.	Do operable water facilities exist on the site?
	Yes No If yes, please describe: 2 wells: 500 gpm/6" casing and 300 gpm/10" gasing
6.	Has there been a sustained yield test on proposed or existing wells?
	Yes No If yes, please attach.
7.	Does water meet the Health Agency's quality requirements?
	Posterial acidal (No. 1)
	Chemical? Yes Wo Water for domestic use
	Physical Yes No is treated onsite
	Water analysis report submitted? Yes No
0	Please check if any of the following have been completed on the subject property and/or submitted
8.	
	to County Environmental Health.
	Well Driller's Letter Water Quality Analysis OK or Problems)
	Will Serve Letter Pump TestHours / GPM
	Surrounding Well Logs Hydrologic Study Other
Plea	ase attach any letters or documents to verify that water is available for the proposed project.
e au	vana Diamanal Information
<u>264</u>	vage Disposal Information
lf ar	n on-site (individual) subsurface sewage disposal system will be used:
II al	on-site (individual) subsurface sewaye disposal system will be used.
4	Use an engineered namelation test have accomplished?
1.	Has an engineered percolation test been accomplished?
_	Yes No If yes, please attach a copy.
2.	
3.	Will subsurface drainage result in the possibility of effluent reappearing in surface water or on
	adjacent lands, due to steep slopes, impervious soil layers or other existing conditions?
	Yes No
4.	Has a piezometer test been completed?
	Yes No If 'Yes', please attach.
5.	
J.	No. (a weste discharge normit is twistelly needed when you exceed 2.500 gallons per
	Yes No (a waste discharge permit is typically needed when you exceed 2,500 gallons per
	day) —
, <u>13</u>	
ıt a	community sewage disposal system is to be used:
4	. Is this project to be connected to an existing sewer line?
1.	
_	Distance to nearest sewer line: Location of connection:
	. What is the amount of proposed flow? GPD
3.	. Does the existing collection treatment and disposal system have adequate additional capacity to
	accept the proposed flow? Yes No
12	IN THE PERMIT AND LOCATION DAY OF
	ID USE PERMIT APPLICATION PACKAGE PAGE 8 OF 16 LUIS OBISPO COUNTY PLANNING & BUILDING JULY 28, 2016

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Solid Waste Information
 What type of solid waste will be generated by the project? Domestic Industrial Agricultural Name of Solid Waste Disposal Company: Where is the waste disposal storage in relation to buildings? Marian Industrial Other, please explain? API Where is the waste disposal storage in relation to buildings? Adjacent to, in roll-off bins Does your project design include an area for collecting recyclable materials and/or composting materials?
Community Service Information
 Name of School District: Lucia Mar Location of nearest police station: Santa Maria Police Department, 1111 W. Betteravia, Santa Maria (13 miles from project site) Location of nearest fire station: CalFire/San Luls Oblspo County Fire, 887 Mesa Road, Nipomo (3.1 miles from project site) Location of nearest public transit stop: 3 miles (Tefft @ Carillo) Are services (grocery/other shopping) within walking distance (1/2 mile or closer) of the project?
Historic and Archeological Information
Please describe the historic use of the property: Greenhouse nursery Are you aware of the presence of any historic, cultural or archaeological materials on the project site or in the vicinity? Yes No If yes, please describe:
3. Has an archaeological surface survey been done for the project site? If yes, please include two copies of the report with the application.
Commercial/Industrial Project Information
Only complete this section if you are proposing a commercial or industrial project or zoning change.
 Days of Operation: 7 days/week Hours of Operation: 7:00am-5:00pm How many people will this project employ?
4. Will this project produce any emissions (i.e., gasses, smoke, dust, odors, fumes, vapors)? Yes No If yes, please explain: 5. Will this project increase the noise level in the immediate vicinity? Yes
If yes, please explain:(If loud equipment is proposed, please submit manufacturers estimate on noise output.) 6. What type of industrial waste materials will result from the project? Explain in detail:
7. Will hazardous products be used or stored on-site? Yes If yes, please describe in detail:
 8. Has a traffic study been prepared? Yes No If yes, please attach a copy. 9. Please estimate the number of employees, customers and other project-related traffic trips to or from the project: Between 7:00 - 9:00 a.m0 Between 4:00 to 6:00 p.m40

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10.	Are you proposing any special measures (carpooling, public transit, telecommuting) to reduce automobile trips by employees Yes No If yes, please specify what you are proposing:
11.	Are you aware of any potentially problematic roadway conditions that may exist or result from the proposed project, such as poor sight distance at access points, connecting with the public road? Yes No If yes, please describe:
Agric	cultural Information
	complete this section if your site is: 1) Within the Agricultural land use category, or 2) ently in agricultural production.
1. 2. 3.	Is the site currently in Agricultural Preserve (Williamson Act)? If yes, is the site currently under land conservation contract? If your land is currently vacant or in agricultural production, are there any restrictions on the crop productivity of the land? That is, are there any reasons (i.e., poor soil, steep slopes) the land cannot support a profitable agricultural crop? Please explain in detail:
<u>Spe</u>	cial Project Information
1.	Describe any amenities included in the project, such as park areas, open spaces, common recreation facilities, etc.(these also need to be shown on your site plan):
2.	Will the development occur in phases? Yes No If yes describe:
3.	Do you have any plans for future additions, expansion or further activity related to or connected with this proposal? Yes No If yes, explain:
4.	Are there any proposed or existing deed restrictions? Yes No If yes, please describe:
Ene	rgy Conservation Information
1.	Describe any special energy conservation measures or building materials that will be incorporated into your project *:n/a
	*The county's Building Energy Efficient Structures (BEES) program can reduce your construction permit fees. Your building must exceed the California State Energy Standards (Title 24) in order to qualify for this program. If you are interested in more information, please contact the Building Services Division of the Department of Planning and Building at (805) 781-5600.
Env	ironmental Information
1.	List any mitigation measures that you propose to lessen the impacts associated with your project:
2.	Are you aware of any unique, rare or endangered species (vegetation or wildlife) associated with the project site? Yes No If yes, please list:

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3.	Are you aware of any previous environmental determinations for all or portions of this property? Yes No If yes, please describe and provide "ED" number(s):				
<u>Oth</u>	Other Related Permits				
1.	List all permits, licenses or government approvals that will be required for your project (federal, state and local): CDFA, BCC				
	(If you are unsure if additional permits are required from other agencies, please ask a member of the Planning Department staff currently assigned to the project				



COUNTY OF SAN LUIS OBISPO DEPARTMENT OF PLANNING & BUILDING CANNABIS APPLICATION SUPPLEMENT

PLN-2018 12/8/2017

The following information is required in addition to the Land Use Permit Application. **Cannabis Activities Proposed** Manufacturing Facility Cultivation Nurserv Testing Facility Dispensary ☐ Distribution Facility For Cultivation and Nurseries ONLY Approved Cooperative/Collective Registration number. Note: If you do not hold an approved cooperative/collective registration, you cannot apply for cultivation until 2019. Approved registration number: CCM2016-What is the applicant on the approved registration? Note: The applicant name on the registration must match the applicant name on the land use permit. Name of applicant: Are you planning on cultivating on the same site that a registration was approved for? Yes □ No What type of State cultivation license are you seeking? Type 4 Type 1 Type 2 Type 3 Microbusiness Indoor Outdoor Type 5 Mixed-light Designate the total square footage of your cultivation canopy area(s). This is not necessarily the maximum canopy size allowed by the tier of license for which you are applying, but the amount of canopy area you intend to produce. If you intend to have multiple canopy area locations, include only the total square footage of the total canopy. Check one or more of the following that apply and attach a detailed diagram of your designated canopy area. Include specific dimensions, in feet and inches, in the diagram. If you have only a single canopy area, clearly indicate that. If you are designating multiple canopy areas, clearly identify the square footage and dimensions of each area and how it is separated from other canopy areas. Note that if you are designating multiple canopy areas you must separate each area by a physical boundary such as an interior wall. Vertically stacked canopy areas must be identified as such in the detailed diagram submitted by applicants. I have designated the specific area and dimensions of my newly designated canopy area(s):

CANNABIS APPLICATION SUPPLEMENT

On my floor plan submitted with the application
On an additional document submitted with my application

Record your estimates of electrical usage in kilowatt-hours (kWh). To determine how many kWh a piece of equipment uses, take the following steps:

- Determine the wattage of the device by checking manufacturer specifications
- Multiply this number by the number of hours each month the device will be in use to determine watt-hours.
- Divide each month's watt-hours by 1,000 to determine kWh. Round to three decimal places.
- Repeat this for each piece of equipment and the total amounts for each month.
- Estimates should assume the business is in full production for each month.

Describe all sources of electrical power and the total annual kWh expected to be drawn from each. For example, if the operation uses on-site power generation from a source such as solar panels, document the amount of power you expect to use from that source in addition to any other sources.

Source or utility name	Expected kWh drawn annually	
Total Annual kWh:		

Clearly identify the measurement unit you are using to estimate or report your water usage. If you are using multiple units, you may use additional columns to record that information. If you are using reclaimed water, identify that as a source. If you are utilizing more sources of water than may be included on this form, you may include that information on a separate page submitted with this application.

Estimate the total water used in the production of marijuana by month. If recording estimates for multiple sources, estimate these amounts separately.

Source			
Month and Y	'ear		
1			
2			
3			
4			
5			
6			
7			
8			
9			
10			
11			
12			
Totals			

PLN-2018 12/8/2017

CANNABIS APPLICATION SUPPLEMENT

Do you plan on using pesticides?							
☐ Yes	□No						
List of pesticides anticipated to be used:							
For Manufacturing ONLY							
What type of State manufacturing license are you seeking? Note: Volatile manufacturing is prohibited.							
Type 6 Microbusi	☐ Type 7 ness	☐ Type N	☐ Type P				
What type of products do you plan on manufacturing?							
Oils	☐ Edibles ☐ Topicals	Other					
Will the facility be utilizing a closed-loop extraction system?							
☐ Yes	□No						
(If extracting) What types of extraction will you be performing?							
☐ Butane ☐ Ethanol ☐ Other	☐ Mechanical	_	Carbon Dioxide				
For Distribution ONLY							
What type of State distribution license are you seeking?							
☐ Type 11	☐ Type 11 – Transp	port Only					
Will you be operating a storage-only business?							
☐ Yes	□No						
How many vehicles do you anticipate transporting/distributing product?							
<u> </u>	☐ 6-10 ☐ 11+	☐ N/A Storage Only	/Other				

PLN-2018 12/8/2017

CANNABIS APPLICATION SUPPLEMENT

For Dispensaries ONLY							
What type of State dispensary license are you seeking? <i>Note: Dispensaries are not allowed to have storefronts open to the public.</i>							
		on-storefront d	ispensary	☐ Type 10	Microbusiness		
Will you be delivering to other jurisdictions?							
	Yes	□No					
How many vehicles do you anticipate delivering product?							
	<u> </u>	☐ 6-10	<u> </u>				
How many deliveries per day do you anticipate delivering product?							
	<10	<u> </u>	<u></u> 51-100	<u></u> >100			



CFAM MANAGEMENT GROUP SUPPLEMENTAL DEVELOPMENT STATEMENT **CANNABIS USE PERMIT** 887 MESA ROAD, NIPOMO, CA 93444 APN 091-281-083

PROJECT DESCRIPTION

Parcel Size: 39.09 Acres

APN: APN 091-281-083

887 Mesa Road, Nipomo, CA 93444 Address:

Land Use Designation: **Residential Rural**

Water: On-Site Well (2)- Countywide Water Conservation Program

Domestic Sewer: On-Site Septic System

Indoor Cannabis Cultivation, Greenhouses, Ag Accessory **Existing Uses:**

Buildings

Mesa Road Access:

The CFAM property is a 39.09-acre parcel located at 887 Mesa Road in Nipomo (APN 091-281-083), in the South County planning area and zoned Residential Rural. Existing and historical uses on the site include established greenhouse operations, including an approved Cannabis Cultivation Registration for CFAM Mgmt Group for 49,000 plants (299,000 sq. ft.) of cannabis cultivation and nursery operations within existing greenhouses on the site in compliance with SLO County Urgency Ordinance 3334 via authorization certification CCM2016-00121 (attached).

Exhibit 1: Vicinity Map

Mesa Road

Grard Shack

Nursery
53,352 s.f.

Nursery
53,352 s.f.

Cultivation
30,096 s.f.

Nursery
60,192 s.f.

Processor
Distributor

Exhibit 2: Overall Site

Background:

Historical greenhouse operations on the site included cultivation of a variety of products such as hydrangea, mums, Easter lilies, poinsettias, blueberries, and peppers, utilizing two onsite wells for water supply. These operations covered the entirety of the site, and at full operational capacity during seasonal high cultivation season of these crops, the site employed over 250 people at one time. Cannabis operations will be focused near the western portion of the property, with non-cannabis greenhouse cultivation activities occurring in other existing buildings on the site.

Proposed Project: Cannabis Use Permit

CFAM Management Group proposes to serve its client base by growing cannabis flower and nursery plants in greenhouses, processing and drying cannabis grown on site, and operating a tissue lab for nursery plant cultures.

The operations will occur within the parameters of the site's approved cultivation registration and ordinance standards. As the ordinance approved 22,000 sq. ft. of indoor cultivation spaces, the remaining approved canopy via certification CCM2016-00121 will be utilized as cannabis nursery space. All operations will occur within existing buildings onsite. No building improvements are proposed.

The proposed project has been designed in full compliance with LUO Section 4, Chapter 22.40 — Cannabis Activities as approved by the Board of Supervisors on November 27, 2017.

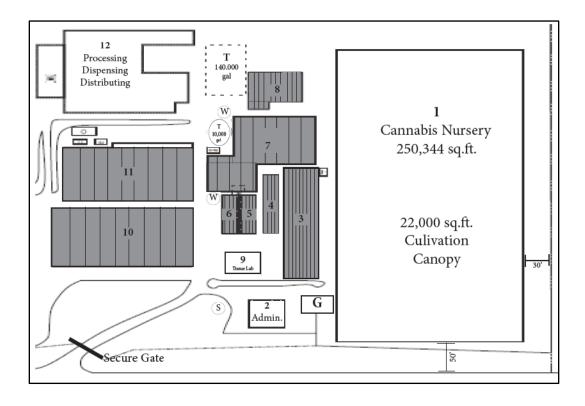


Exhibit 2- Premise Plan

Indoor Cultivation

Cultivation activities will occur within a portion of Building 1, an existing 250,344 sq. ft. greenhouse where the CCM2016-00121 cultivation activities have been operational for the past few years. Indoor cultivation will encompass 22,000 sq. ft. of canopy within a 30,096 sq. ft. defined premise.

<u>Nursery</u>

Nursery operations will be located in Building 1 and Building 9. Building 1 will house four separate nursery premises, three at 53,352 sq. ft. and one at 60,192 sq. ft. Nursery stock will be used to source the cultivation environment onsite and sold direct to growers and distributers.

A tissue culture lab will be located in Building 9, a 4,284 sq. ft. existing building located near the northern portion of the site. Tissue culture lab activities are supportive of the nursery operations, and consist of a small section of the plant being cleaned and sterilized, with small nodes of the plant being placed in a sterilized vessel containing growth regulating liquids. After a typical growth cycle of 10-14 days, the node then can be divided into other explants for new cultures and transferred to rooting media for cultivation in the onsite greenhouse environment.

Processing and Export of Product

Drying and processing of product, including preparation for off-site (mobile) dispensary operations or distribution of product grown onsite to wholesale distributers will be located in Building 7, a 25,187 sq. ft. building located near the center of the property. Once product is returned to the site following State-required off-site testing, the product will be packaged into bags, jars or paper rolls for off-site distribution. Administrative operations for the cannabis-related activities will be located in Building 2, a 4,284 sq. ft. building located near the front entrance adjacent to Mesa Road.

Site Operations Plan

Security

CFAM Management employs an in-house property security program during the day and a contract with a security management company (currently Segura Security) providing security between 5:30 pm and 7:00 am. Existing fencing currently encompasses the entire property and consists of 6-foot high chain link with vertical slats and razor wire. An automatic gate with secure entry provides vehicular access to the site. The CFAM Employee Handbook provides policies and procedures to ensure employee security controls are in place to provide worker safety and reduce the potential for employee theft. Pertinent excerpts are provided below.

Workplace Searches

To protect the property and to ensure the safety of all employees, clients and the company, the company reserves the right to conduct personal searches consistent with state law, and to inspect any packages, parcels, purses, handbags, brief cases, lunch boxes or any other possessions or articles carried to and from the company's property. In addition, the company reserves the right to search any employee's office, desk, files, locker, equipment or any other area or article on our premises. In this regard, it should be noted that all offices, desks, files, lockers, equipment, etc. are the property of the company, and are issued for the use of employees only during their employment. Inspection may be conducted at any time at the discretion of the company.

Persons entering the premises who refuse to cooperate in an inspection conducted pursuant to this policy may not be permitted to enter the premises. Employees working on or entering or leaving the premises who refuse to cooperate in an inspection, as well as employees who after the inspection are believed to be in possession of stolen property or illegal substances, will be subject to disciplinary action, up to and including discharge, if upon investigation they are found to be in violation of the company's security procedures or any other company rules and regulations.

Substance Abuse

The company has vital interests in ensuring a safe, healthy and efficient working environment for our employees, their co-workers and the clients we serve. The unlawful or improper presence or use of controlled substances or alcohol in the workplace presents a danger to everyone. For these reasons, we have established as a condition of employment and continued employment with the company the following substance abuse policy.

Employees are prohibited from reporting to work or working while using illegal or unauthorized substances. Employees are prohibited from reporting to work or working when the employee uses any controlled substance, except when the use is pursuant to a doctor's orders and the doctor advised the employee that the substance does not adversely affect the employee's ability to safely perform his or her job duties.

In addition, employees are prohibited from engaging in the unlawful or unauthorized manufacture, distribution, sale or possession of illegal or unauthorized substances and alcohol in the workplace including: on company paid time, on company premises, in company vehicles, or while engaged in company activities. Our employees are also prohibited from reporting for duty or remaining on duty with any alcohol in their systems. Employees are further prohibited from consuming alcohol during working hours, including meal and break periods. This does not include the authorized use of alcohol at company-sponsored functions or activities.

Your employment or continued employment with the company is conditioned upon your full compliance with the foregoing substance abuse policy. Any violation of this policy may result in disciplinary action, up to and including discharge.

Consistent with its fair employment policy, the company maintains a policy of non-discrimination and reasonable accommodation with respect to recovering addicts and alcoholics, and those having a medical history reflecting treatment for substance abuse conditions. We encourage employees to seek assistance before their substance or alcohol use renders them unable to perform their essential job functions or jeopardizes the health and safety of themselves or others. The company will attempt to assist its employees through referrals to rehabilitation, appropriate leaves of absence and other measures consistent with the company's policies and applicable federal, state or local laws.

The company further reserves the right to take any and all appropriate and lawful actions necessary to enforce this substance abuse policy including, but not limited to, the inspection of company issued lockers, desks or other suspected areas of concealment, as well as an employee's personal property when the company has reasonable suspicion to believe that the employee has violated this substance abuse policy.

Although the state has legalized marijuana, the company is not required to allow the use of marijuana in the workplace. Use is strictly prohibited on company property and may result in discipline, up to and including immediate discharge.

This policy represents management guidelines. For more information, please speak to the human resource manager.

Odor Management

The property is surrounded by greenhouse and outdoor cultivation uses. Odor from the cannabis cultivation area is mitigated by swamp coolers located in the greenhouse to dispense enzymes. Cannabis nursery uses are not considered odor intensive. The nearest offsite residence is located west of the project on Mesa Road, approximately 250 feet from the cannabis cultivation greenhouse area.

Signage

No exterior signage distinctive to the cannabis operation is proposed. The existing signage at the property entry gate will remain.



Parking/Access

The property site provides ample parking areas for all proposed uses and are not in conflict with any adjacent properties or uses.

Employee Safety and Training

The proposed operations are agricultural in nature and conducted according to controls in place for the industry. The CFAM Employee Handbook provides direction to staff that ensures activities are undertaken only for that which they have been trained for. The pertinent section is excerpted below.

Each Employee's Responsibility

Safety can only be achieved through teamwork at our company. Each employee, supervisor and manager must practice safety awareness by thinking defensively, anticipating unsafe situations and reporting unsafe conditions immediately.

Please observe the following precautions:

- 1. Notify your supervisor of any emergency situation. If you are injured or become sick at work, no matter how slightly, you must inform your supervisor immediately.
- Report <u>all</u> workplace injuries as soon as reasonably possible to your supervisor even if no
 medical treatment is required. It is our sincere hope that you or your coworkers are never
 injured.
- 3. The use of alcoholic beverages or illegal substances during working hours will not be tolerated. The possession of alcoholic beverages or illegal substances on the company's property is forbidden.
- 4. Use, adjust and repair machines and equipment only if you are trained and qualified.
- 5. Know the proper lifting procedures. Get help when lifting or pushing heavy objects.
- 6. Understand your job fully and follow instructions. If you are not sure of the safe procedure, don't guess; just ask your supervisor.
- 7. Know the locations, contents and use of first aid and fire-fighting equipment.
- 8. Wear personal protective equipment in accordance with the job you are performing.

A violation of a safety precaution is in itself an unsafe act. A violation may lead to disciplinary action, up to and including discharge.

Neighborhood Compatibility

Cannabis has been cultivated indoors on this property since 2015 and the cultivation use is consistent with adjacent neighborhood agricultural greenhouse uses. The existing buildings for cannabis cultivation and nursery

operations are configured appropriately to meet the intended use. The cannabis operations will employ up to 40 employees, typically working a 7am-5pm shift with a ½ hour lunch break. Historical operations for full nursery operations on the site employed up to 200 people at a time during peak harvest seasons.

Wastewater and Green Waste

Greenhouse cultivation and nursery operations will not produce any wastewater as all water is used within the planting environment.

All green waste consisting of dead and/or stripped of flower plants and soil are disposed via API Waste Removal Services.

Pesticide and Fertilizer Usage

Pesticide and fertilizer usage will be conducted according to the County of San Luis Obispo Department of Agriculture by obtaining an Operator Identification Number and complying with all application, reporting, and use requirements. Products used onsite are stored within a secured chemical shed and consist of the following: 20-10-20, 4-26-26, Bud A & Bud B, Heavy 16, Flower & Foliar, Fish Bone Meal, CaNi, Silwet, Azatin, PRF97, Cueva, Case, Azamax, Organicide, and TriTech. The site is served by an existing septic system on the property.

Setbacks

The nearest sensitive receptors (schools, parks, libraries, licensed recovery facilities, et.al) are located well outside the 1000 foot setback required by 22.40.D.1. The Residential Rural-zoned parcel size of over 39 acres meets the size requirement of 20 acres for indoor cannabis cultivation and nursery uses. All cannabis uses are to be located within existing buildings set back as set forth in Section 22.30.310. Further, the proposed cultivation and nursery uses are over 200' any offsite residences. No riparian vegetation or watercourses are located on the property.

Air Quality

The proposed project is located entirely within a developed nursery site and no dust effects are anticipated.

Access, Screening and Fencing

Access to the site is provided from an existing gated entrance off of Mesa Drive. The property is fenced with a 6' tall chain link fence with razor wire and screening material and is otherwise restricted via the automatic entrance gate. The processing building is a secure/locked location with restricted access. Additional security controls as required by CDFA or BCC as required would be incorporated into the existing building operations.

Water Management Plan

The project site is served by two existing wells that have historically served the property for multiple cultivation uses such as hydrangea, mums, Easter lilies, poinsettias, blueberries, and peppers all growing simultaneously. The greenhouse cultivation and nursery operations would be confined to less than half of the available greenhouse cultivation area on the site and would not utilize more water than previous operations. Enloe Well Drilling conducted groundwater-level measurements in May 2017 of the two wells that provide water for the site operations (attached). Storage capacity includes a 10,000 gallon above-ground tank and an additional 140,000 gallon holding tank. Water use for the cannabis operations is 3,500 gallons per day, which if operational for 365 days a year would be approximately 3.9 acre feet a year.

Energy Use

The project is served by an existing 2,000 + amp electrical service, which is adequate for the proposed cultivation and nursery operations.

Categorical Exemption

Section 15301 of the State CEQA Guidelines allows for existing projects to be exempt from the provisions of CEQA. The project application proposes to continue the existing cannabis cultivation and nursery operations on the site with no physical or operation changes. The proposed project does not include any new operations, site disturbance, environmental impacts or changes to the existing baseline condition.

The existing cultivation, nursery and processing areas, onsite driveways and developed areas have all been subject to previous disturbance as part of nursery operations related to agricultural crops prior to the cannabis uses established on the site. No enlargement of the growing areas, driveways or building areas is proposed as part of the proposed project. Similarly, because

the number of plants, growing areas, site disturbance and other physical aspects of the operation will not be changing, operational impacts will also remain the same. Baseline conditions shall remain constant for operational elements such as persons on the site, automobile and truck traffic and water use.



Interactive Data Viewer



Legend

- SLO County Parcels
 Roads
 - ___ CalTrans
 - Maintained by SLO CO
 - Private Maintenance
 - Federal or State Maintenance
- Roads with address ranges

-1,504.66 0 752.33 1,504.66 Feet 1: 9,028

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The County of San Luis Obispo does not assume liability for any damages caused by errors or omissions in the data and makes no warranty of any kind, express or implied, that these data are accurate and reliable.

Map for Reference Purposes Only

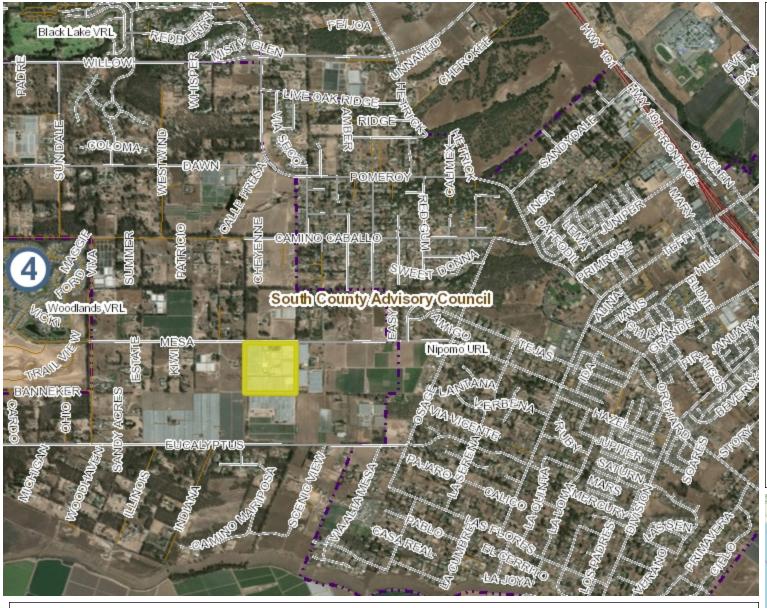




REFERRAL -- Page 23 of 27



Interactive Data Viewer



Legend

Roads

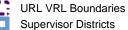
- CalTrans
- Maintained by SLO CO
- Private Maintenance
 - Federal or State Maintenance

Community Advisory Groups

Community Advisory Group Boundary

Cayucos Citizens Advisory Council Subarea

Creston Advisory Body Sub Areas



SLO County Boundary

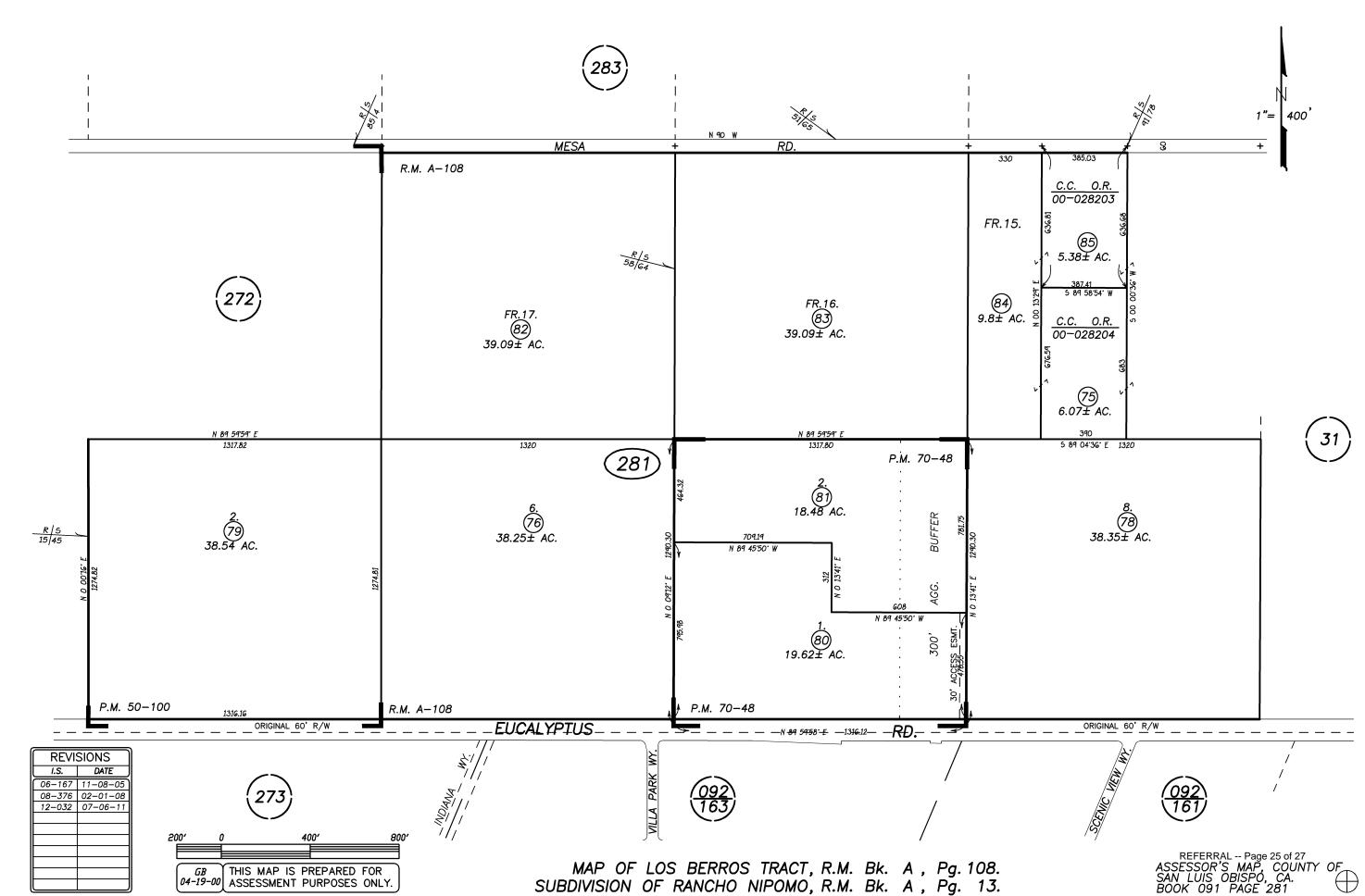
Roads with address ranges

3,009.33 6,018.65 Feet 1:36,112 -6.018.65

The County of San Luis Obispo does not assume liability for any damages caused by errors or omissions in the data and makes no warranty of any kind, express or implied, that these data are accurate and reliable.

WGS_1984_Web_Mercator_Auxiliary_Sphere © County of San Luis Obispo Planning and Building Department Map for Reference Purposes Only





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Scope of Work

- 1.) 22,000 s.f. Indoor Cannabis Cultivation Canopy in 30,096 s.f. space
- 2.) 225,576 Indoor Cannabis Nursery
- 3.) Tissue Culture Lab
- 4.) Processing and Dispensing/Distribution of product



Vicinity Map



West Side Greenhouse



South Side Greenhouse



Site: 39.09 acre

* Site is located over 1000 feet from any sensitive use, as defined by 22.40.050D.1, and 22.40.060D.1, Location

Sheet Index

- 1.) Overall Site Plan
- 2.) Structure Layout



