



Office of the Los Angeles City Attorney  
Hydee Feldstein Soto

REPORT NO. R26-0295  
MAY 20 2026

**REPORT RE:**

**DRAFT ORDINANCE AMENDING SECTION 104.12 OF ARTICLE 4, OF CHAPTER X  
OF THE LOS ANGELES MUNICIPAL CODE REGARDING THE RENEWAL OF  
LICENSES TO CONDUCT COMMERCIAL CANNABIS ACTIVITY**

The Honorable City Council  
of the City of Los Angeles  
Room 395, City Hall  
200 North Spring Street  
Los Angeles, California 90012

**Council File No. 25-1126**

Honorable Members:

Pursuant to your request, this Office has prepared and now transmits for your consideration the enclosed draft ordinance, approved as to form and legality. The draft ordinance makes amendments to Section 104.12 of the Los Angeles Municipal Code to defer the requirement of City gross receipts tax compliance, subject to certain threshold limits adjusted annually, in processing a renewal application submitted to the Department of Cannabis Regulation (DCR).

**Council Rule 38 Referral**

A copy of the draft ordinance was sent, pursuant to Council Rule 38, to DCR with a request that all comments, if any, be presented directly to the City Council when this matter is considered.

The Honorable City Council  
of the City of Los Angeles  
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If you have any questions regarding this matter, please contact Deputy City Attorney Allison Towle at (213) 978-7439. A member of this Office will be available when you consider this matter to answer questions you may have.

Sincerely,

HYDEE FELDSTEIN SOTO, City Attorney

By



MICHAEL J. DUNDAS  
Chief Assistant City Attorney

MJD:AT  
Transmittal