

**First Reading: May 18, 2021**

**Second Reading: June 1, 2021**

**Adopted: June 1, 2021**

**Publication Date: June 5, 2021**

**Effective Date: June 25, 2021**

**BUTTE COUNTY ORDINANCE NO. 2021-01**

**A TEMPORARY ORDINANCE REGARDING THE ISSUANCE OF  
LOCAL MEDICAL CANNABIS ESTABLISHMENT PERMITS AND/OR LICENSES.**

**WHEREAS**, a local government may enact an ordinance not in conflict with SDCL Chapter 34-20G, governing the time, place, manner, and number of medical cannabis establishments in the locality; and

**WHEREAS**, a local government may require a medical cannabis establishment to obtain a local license, permit, or registration to operate, and may charge a reasonable fee for the local license, permit, or registration. And

**WHEREAS**, a local government may establish civil penalties for violation of an ordinance governing the time, place, and manner of a medical cannabis establishment that may operate in the locality, and

**WHEREAS**, Butte County, South Dakota (“County”), makes a preliminary finding that the County’s current Ordinances, regulations and controls may not adequately address the unique needs and impacts of medical cannabis establishments as defined in SDCL 34-20G-1;

**WHEREAS**, medical cannabis state laws under SDCL 34-20G are effective July 1, 2021, with the South Dakota Department of Health is required to promulgate rules pursuant to chapter 1-26 no later than October 29, 2021, as defined by SDCL 34-20G-72; and

**WHEREAS**, during the time between July 1, 2021 and potentially as late as October 29, 2021, local units of government, such as Butte County, will not yet know standards for medical cannabis and will not be able to adequately assess the local permitting and licensing requirements necessary to approve local permits and/or to better ensure applicants have a more predictable permitting process and avoid stranded investments; and

**WHEREAS**, the County makes a preliminary finding that the County needs further study of the relationship of medical cannabis establishments to the County’s desire and need to protect the community, and

**WHEREAS**, the public interest requires that the County have the ability to fully study, analyze, and evaluate the impacts of medical cannabis establishments and to fully explore the impacts of any proposed State regulations regarding medical cannabis establishments; and

**WHEREAS**, the County makes a preliminary finding that it would be inappropriate for the County to issue a local permit or license to a medical cannabis establishment prior to the South Dakota Department of Health's promulgation of regulations governing the same; and

**WHEREAS**, the County hereby exercises its authority under SDCL 11-2-10 and SDCL 7-18A-8, to establish a temporary ordinance regarding the issuance of any local permits/licenses for medical cannabis establishments within the County; and

**WHEREAS**, a temporary ordinance will ensure that more comprehensive regulations and ordinances for issuing licensing permits, can be completely examined with adequate public input from citizens, business interests, and medical cannabis industry representatives; and

**WHEREAS**, the County finds that a temporary ordinance is reasonable to preserve the status quo and prevent significant investment pending the outcome of the above study and any proposed regulations or ordinances emanating therefrom;

**WHEREAS**, the County finds that the following ordinance is necessary to protect and immediately preserve the public health, safety, welfare, peace and support of the county government and its existing public institutions;

**NOW, THEREFORE, BE IT ORDAINED BY BUTTE COUNTY, SOUTH DAKOTA THAT:**

***Section 1. Temporary Ordinance – Application for Local Permit/License***

- (1) A medical cannabis establishment desiring to operate in the County shall be required to apply for a permit and/or license from the County.
- (2) Applications for a local permit and/or license to operate a medical cannabis establishment, as defined by SDCL 34-20G-1, shall not be accepted until the South Dakota Department of Health has promulgated regulations as required by SDCL 30-20G-72.
- (3) Any application received prior to such regulations being promulgated shall be denied.

***Section 2. Immediate Effect.***

This ordinance is necessary to protect and immediately preserve the public health, safety, welfare, peace, and support of the county government and its existing public institutions pursuant to SDCL 11-2-10 and SDCL 7-18A-8.

Dated the 1st day of June, 2021 at Belle Fourche, South Dakota.

/s/: Karrol Herman

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Karrol Herman

Chair, Butte County Commission

Attest: /s/: Elaine Jensen

Elaine Jensen

Butte County Auditor