DRAFT

ORDINANCE NO.

AN URGENCY INTERIM ORDINANCE OF THE CITY OF SAN JOSE ESTABLISHING URGENCY MEASURES TO IMPLEMENT A TEMPORARY MORATORIUM ON THE ISSUANCE OF TOBACCO RETAIL LICENSES TO BUSINESSES AT NEW LOCATIONS WITHIN THE CITY

WHEREAS, pursuant to the provisions and requirements of the California Environmental Quality Act of 1970, together with related State CEQA Guidelines and Title 21 of the San José Municipal Code (collectively, "CEQA"), the Director of Planning, Building and Code Enforcement has determined that the provisions of this Ordinance do not constitute a project, under File No. PP17-008 (General Procedure and Policy Making resulting in no changes to the physical environment); and

**WHEREAS**, the City Council of the City of San José is the decision-making body for this Ordinance; and

**WHEREAS**, this Council has reviewed and considered the "not a project" determination under CEQA prior to taking any approval actions on this Ordinance;

**WHEREAS**, California Government Code Section 65858 provides that City may take appropriate action to adopt urgency measures as an interim ordinance, subject to certain conditions; and

**WHEREAS**, the City's City Charter Section 605(d) provides that City may adopt an urgency ordinance for the immediate preservation of public peace, health or safety; and

**WHEREAS,** City adopted Ordinance No. 28875 and No. 30675 requiring Tobacco Retailers to obtain a Tobacco Retailer License to ensure that Tobacco Retailers comply with tobacco control laws and City business standards; and

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WHEREAS, the number of Tobacco Retailers operating in the City has significantly

increased over the years, resulting in a disproportionate concentration within close

proximity to schools, youth-serving facilities, and residential communities; and

WHEREAS, this disproportionate concentration of Tobacco Retailers in East San José,

a predominately Latino and underserved community, raises serious health concerns

because increased exposure to Tobacco Products contributes to higher rates of smoking-

related illnesses and undermines community well-being; and

WHEREAS, the number of unlicensed businesses selling prohibited products such as

flavored tobacco products, cannabis products and/or illegal drugs has also increased; and

WHEREAS, City does not have adequate regulatory controls in place to manage the

location or density of Tobacco Retailers and without intervention, new Tobacco Retailers

may continue operating in oversaturated areas, undermining community well-being and

equitable business development; and

WHEREAS, City Council desires the City Administration to study changes to the City's

zoning ordinances in the San José Municipal Code and other City regulations and policies

within a reasonable time to address the foregoing concerns, with which the uses currently

authorized by Tobacco Retailer Licenses may be in conflict; and

WHEREAS, during such period of review and examination, the community would be in

jeopardy of new Tobacco Retailers commencing operations under existing land use

regulations prior to the potential adoption of new land use regulations intended to

preserve and protect the public health, safety and welfare; and

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WHEREAS, this moratorium would allow existing Tobacco Retailers to continue operating

without disruption;

NOW, THEREFORE, BE IT ORDAINED BY THE COUNCIL OF THE CITY OF SAN

JOSE:

**SECTION 1**. A temporary moratorium is hereby established and imposed on the issuance

of Tobacco Retailer Licenses for new Tobacco Retailer locations.

**SECTION 2.** Pursuant to the provisions of California Government Code Section 65858,

the City Council of the City of San José hereby finds that there is a current and immediate

threat to the public health, safety and welfare of City that warrants the establishment of

this temporary moratorium of new Tobacco Retailer Licenses, which finding is based upon

the following elements:

A. The disproportionate concentration of Tobacco Retailers in predominately Latino

and underserved communities in East San José raises serious health concerns

because increased exposure to Tobacco Products contributes to higher rates of

smoking-related illnesses and undermines community well-being.

B. The number of Tobacco Retailers operating in the City has significantly increased

over the years, resulting in a disproportionate concentration of Tobacco Retailers

within close proximity to schools, youth-serving facilities, and residential

communities.

C. The 2025 Santa Clara County Latino Health Assessment found concerning

disparities in East San José, including a higher density of Tobacco Retailers

compared to the rest of the county.

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D. City does not have adequate regulatory controls in place to manage the location

or density of Tobacco Retailers and without intervention, new Tobacco Retailers

may continue operating in oversaturated areas, undermining community well-

being and equitable business development.

**SECTION 3**. This ordinance is declared by the City Council to be an urgency measure

necessary for the immediate preservation of the public peace, health or safety, and the

facts constituting such urgency are all of those certain facts set forth in Section 2 of this

ordinance.

**SECTION 4**. This ordinance shall become effective immediately upon its adoption

pursuant to Section 605 of the Charter of the City of San José and shall remain effective

for 45 days, unless extended or repealed by the City Council in accordance with

applicable law.

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ADOPTED this day of	, 2025, by the following vote:
AYES:	
NOES:	
ABSENT:	
DISQUALIFIED:	
ATTEST:	MATT MAHAN Mayor
TONI J. TABER, MMC City Clerk	