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# MEMORANDUM

TO: CANNABIS ADVISORY COMMISSION

FROM: RENEE KRAUSE, CMC, DEPUTY CITY CLERK

DATE: AUGUST 24, 2017

SUBJECT: SUPPLEMENTAL PACKET

The Marijuana Control Board announced Public Comment Period for draft regulations on the following this week:

Changes to Marijuana Plant Count, Testing of Marijuana and Reporting of Testing Equipment Failure

Page 3Changes to Financial Interest in Marijuana Business, Restrictions on Advertising of Marijuana,Marijuana Products, and Marijuana BusinessesPage 9

Onsite Marijuana Consumption Endorsement to the Retail Marijuana License

Page 16

Changes on Local Government Jurisdiction Notification and Public Objection Process

Page 24

Changes on the Disposal of Marijuana Waste, Quality Control of Marijuana and Reporting Unauthorized Access to a Licensed Marijuana Facility **Page 30** 

## Marijuana Control Board proposed regulations – – changes to marijuana plant count, testing of marijuana, and reporting of testing equipment failure

NOTICE OF PROPOSED CHANGES IN THE REGULATIONS OF THE MARIJUANA CONTROL BOARD TO MARIJUANA PLANT COUNT, TESTING OF MARIJUANA AND REPORTING OF TESTING EQUIPMENT FAILURE

The Marijuana Control Board proposes to adopt regulation changes in 3 AAC 306 of the Alaska Administrative Code, dealing with the testing of marijuana, marijuana plant count, and the reporting of equipment failure at a marijuana testing facility, including the following:

(1) 3 AAC 306.405 adds new subsections to address plant counts for marijuana cultivation facilities.

(2) 3 AAC 306.435 adds "kief" to the list of marijuana that may be combined in harvest packages.

(3) 3 AAC 306. 455 adds leaf, trim, and kief to random harvest samples for required testing.

(4) 3 AAC 306.470 adds a new subsection requiring leaf, trim and other non-flower part of the marijuana plant to be independently tested for THC potency.

(5) 3 AAC 306.555(d)(1) is proposed to be repealed.

(6) 3 AAC 306.645 is proposed to add requirements for potency testing.

(7) 3 AAC 306.670 is proposed to change reporting requirements for marijuana testing facilities.

(8) 3 AAC 306.990 is proposed to amend definitions of marijuana plant maturity.

You may comment on the proposed regulation changes, including the potential costs to private persons of complying with the proposed changes, by submitting written comments to the Alcohol & Marijuana Control Office at 550 West 7th Avenue, Suite 1600, Anchorage, AK 99501. Additionally, the Marijuana Control Board will accept comments by electronic mail at amco.regs@alaska.gov. Comments may also be submitted through the Alaska Online Public Notice System by accessing this notice on the system and using the comment link. The comments must be received not later than 4:30 pm on September 22, 2017.

You may submit written questions relevant to the proposed action to the Marijuana Control Board by email at amco.regs@alaska.gov or at 550 West 7th Avenue, Suite 1600, Anchorage, AK 99501. The questions must be received at least 10 days before the end of the public comment period. The Marijuana Control Board will aggregate its response to substantially similar questions and make the questions and responses available on the Alaska Online Public Notice System.

If you are a person with a disability who needs a special accommodation in order to participate in this process, please contact Jedediah Smith at amco.regs@alaska.gov or (907) 269-0350 not later than September 12, 2017 to ensure that any necessary accommodation can be provided.

A copy of the proposed regulation changes is available on the Alaska Online Public Notice System and by contacting the Alcohol & Marijuana Control Office at (907) 269-0350 or amco.regs@alaska.gov.

After the public comment period ends, the Marijuana Control Board will either adopt the proposed regulation changes or other provisions dealing with the same subject, without further notice, or decide to take no action. The language of the final regulation may be different from that of the proposed regulation. You should comment during the time allowed if your interests could be affected. Written comments received are public records and are subject to public inspection.

Statutory authority: AS 17.38.010; AS 17.38.070; AS 17.38.121; AS 17.38.150; AS 17.38.190; AS 17.38.200; AS 17.38.900

Marijuana Control Board proposed regulations--changes to marij...

https://aws.state.ak.us/OnlinePublicNotices/Notices/View.aspx?id...

Statutes being implemented, interpreted, or made specific: AS 17.38.070; AS 17.38.200

Fiscal information: The proposed regulation changes are not expected to require an increased appropriation.

Date: August 14, 2017

Erika McConnell, director

### V Attachments, History, Details

#### Attachments

MCB Additional Public Notice LEAF AND KIEF.pdf MCB Public Notice LEAF AND KIEF.pdf MCB Regulation DRAFT LANGUAGE (leaf and kief).pdf

#### **Revision History**

Created 8/15/2017 12:41:19 PM by jrsmith

## Details

Department:	Commerce, Community and Economic Development
Category:	Regulations
Sub-Category:	Notice of Proposed Regulations
Location(s):	Statewide
Project/Regulation #:	JU2017200536

 Publish Date:
 8/15/2017

 Archive Date:
 9/23/2017

Events/Deadlines:

1	Register	_,2017 DEPAR	TMENT OF COMME	RCE, COMMUNITY AND EC. DEV.
2 3 4	(Words in <b>boldface and underlined</b> indicate language being added; words [CAPITALIZED AND BRACKETED] indicate language being deleted.)			
5 6	3 AAC 306.405(a) is amended by adding a new subsection to read:			
7		(8) begin initial oper	rations at the time of p	preliminary inspection with up to 12
8	mature, non-f	flowering plants, desig	nated and used as mot	her plants; any number of immature
9	plants; and ar	ny number of seeds. (E	aff. 2/21/2016, Registe	r 217; am _ / _ / )
	Authority:	AS 17.38.010	AS 17.38.150	AS 17.38.200
		AS 17.38.070	AS 17.38.190	AS 17.38.900
10 11		AS 17.38.121		
12	3 AAC 306.405(b) is amended by adding a new subsection to read:			
13 14		(6) introduce mariju	ana or marijuana produ	act, including plants and seeds, onto the
15	licensed premises from any outside source after the initial preliminary inspection, except as			
16	acquired from another licensed cultivation facility and accounted for in the marijuana cultivation			
17	facility's marijuana inventory tracking system as required under 3 AAC 306.730. (Eff.			
18	2/21/2016, Register 217; am_ /_ /)			
	Authority:	AS 17.38.010	AS 17.38.150	AS 17.38.200
		AS 17.38.070	AS 17.38.190	AS 17.38.900
19 20		AS 17.38.121		
21	3 AAC 306.4	35 is amended to read	:	
22 23	(a) A	marijuana cultivation	facility shall use a mar	ijuana inventory tracking system in
24	compliance w	with 3 AAC 306.730 to	ensure all marijuana	propagated, grown or cultivated on the
25	marijuana cultivation facility's premises is identified and tracked from the time the marijuana is			

26	Register	_,2017 DEPAR	RTMENT OF COMM	ERCE, COMMUNITY AND EC. DEV.
27	propagated through transfer to another licensed marijuana establishment or destruction. The			
28	marijuana cultivation facility shall assign a tracking number to each plant over eight inches tall.			
29	When harves	ted, bud and flowers,	kief, clones or cutting	s, or leaves and trim may be combined
30	in harvest bat	tches of distinct strain	s, not exceeding five	pounds. Each harvest batch must be
31	given an inve	entory tracking number	er. Clones or cuttings	must be limited to 50 or fewer plants and
32	identified by	a batch tracking num	ber. (Eff. 2/21/2016, F	Register 217; am/)
	Authority:	AS 17.38.010	AS 17.38.150	AS 17.38.200
		AS 17.38.070	AS 17.38.190	AS 17.38.900
		AS 17.38.121		
33 34				
35 36	3 AAC 306.4	55 (b) (1) is amended	l to read:	
30 37	(1) co	ollect a random, home	ogenous sample for tes	sting by segregating harvest marijuana
38	into batches of individual strains of bud, flower, leaf, trim, and kief, then selecting a			
39	random sample from each batch in an amount required by the marijuana testing facility. (Eff.			
40	2/21/2016, Register 217; am_/_/)			
	Authority:	AS 17.38.010	AS 17.38.150	AS 17.38.200
		AS 17.38.070	AS 17.38.190	AS 17.38.900
4.1		AS 17.38.121		
41 42				
43 44	3 AAC 306.4	70 (a) is amended to	add a new subsection	and renumber subsequent sections:
45	(a) a 1	narijuana cultivation	facility that repackage	es for sale leaf, trim, or any other usable
46	part of the m	arijuana plant that is	not flower or bud mus	t have the product independently tested
47	for THC pote	ency in accordance wi	th 3 AAC 306.345. (E	Eff. 2/21/2016, Register 217; am
48	_/_/)			

	<u>,</u> 2017 DEPA	RTMENT OF COMM	IERCE, COMMUNITY AND EC
Authority:	AS 17.38.010	AS 17.38.150	AS 17.38.200
	AS 17.38.070	AS 17.38.190	AS 17.38.900
	AS 17.38.121		
3 AAC 306.5	555(d)(1) is repealed	:	
	(1) repealed _ /_	/;	
(Eff. 2/21/20	16, Register 217; an	n/_/)	
Authority:	AS 17.38.010	AS 17.38.150	AS 17.38.200
	AS 17.38.070	AS 17.38.190	AS 17.38.900
	AS 17.38.121		
3 AAC 306.6	545 (b)(1) is amende	d by adding a new sub	paragraph:
	(D) Marijuana lea	f, trim, kief and other p	parts of the marijuana plant
	d for notency senara	tely from marijuana fl	ower. (Eff. 2/21/2016, Register 2
must be teste	to for potency separa		
	su for potency separa		
_/_/)	AS 17.38.010	AS 17.38.150	AS 17.38.200
_/_/)		AS 17.38.150 AS 17.38.190	AS 17.38.200 AS 17.38.900
_/_/)	AS 17.38.010		
_/_/)	AS 17.38.010 AS 17.38.070		
_/_/) Authority:	AS 17.38.010 AS 17.38.070 AS 17.38.121		AS 17.38.900
/) Authority: 3 AAC 306.6	AS 17.38.010 AS 17.38.070 AS 17.38.121 570 is amended to ad	AS 17.38.190	AS 17.38.900 read:
_/_/) Authority: 3 AAC 306.6 (d) A	AS 17.38.010 AS 17.38.070 AS 17.38.121 570 is amended to ad marijuana testing fa	AS 17.38.190 Id a new subsection to acility shall notify the d	AS 17.38.900 read: irector in writing not later than 2
_/_/) Authority: 3 AAC 306.6 (d) A hours after a	AS 17.38.010 AS 17.38.070 AS 17.38.121 570 is amended to ad marijuana testing fa significant equipme	AS 17.38.190 Id a new subsection to cility shall notify the d nt malfunction or failu	AS 17.38.900 read: lirector in writing not later than 2 re that prevents the completion o
/) Authority: 3 AAC 306.6 (d) A hours after a required mar	AS 17.38.010 AS 17.38.070 AS 17.38.121 570 is amended to ad marijuana testing fa significant equipme	AS 17.38.190 Id a new subsection to acility shall notify the d nt malfunction or failur product testing. The lice	AS 17.38.900

77	Register	_,2017 DEPAR'	TMENT OF COMME	RCE, COMMUNITY AND EC. DEV.
78	Authority:	AS 17.38.010	AS 17.38.150	AS 17.38.200
		AS 17.38.070	AS 17.38.190	AS 17.38.900
79 80 81		AS 17.38.121		
82 83	3 AAC 306.9	990(a) is amended to re	ead:	
83 84 85		(5) "immature" mean	ns a marijuana plant <u>18</u>	<b>3 inches or less in height,</b> with no
86	visible crysta	lls, buds, or flowers, an	nd in which the exposu	re to light is scheduled with the intent
87	to prevent for	rmation of crystals, bu	ds, or flowers; (Eff. 2/2	21/2016, Register 217; am / /)
	Authority:	AS 17.38.010	AS 17.38.150	AS 17.38.200
		AS 17.38.070	AS 17.38.190	AS 17.38.900
		AS 17.38.121		
88 89				
90 91	3 AAC 306.9	990(a) is amended by a	dding a new subsection	n (11)
92		(11) "mature" means	s a marijuana plant ove	er 18 inches in height. (Eff. 2/21/2016,
93	Register 217;	; am_ /_ /)		
	Authority:	AS 17.38.010	AS 17.38.150	AS 17.38.200
		AS 17.38.070	AS 17.38.190	AS 17.38.900
		AS 17.38.121		
94				

## Marijuana Control Board proposed regulations – – changes to financial interest in marijuana business and restrictions on advertising

### NOTICE OF PROPOSED CHANGES ON FINANCIAL INTEREST IN MARIJUANA BUSINESSES AND RESTRICTIONS ON ADVERTISING OF MARIJUANA, MARIJUANA PRODUCTS AND MARIJUANA BUSINESES IN THE REGULATIONS OF THE MARIJUANA CONTROL BOARD

The Marijuana Control Board proposes to adopt regulation changes in 3 AAC 306 of the Alaska Administrative Code, dealing with direct and indirect financial interest in marijuana businesses, and restrictions on advertising of marijuana, marijuana products and marijuana businesses, including the following:

(1) 3 AAC 306.015(e), related to direct or indirect financial interest in a marijuana business

(2) 3 AAC 306.360 would be repealed.

(3) 3 AAC 306.700 would add a new subsection regarding restrictions on advertising of marijuana and marijuana products.

(4) 3 AAC 306.700 would add a new subsection regarding restrictions on advertising of marijuana businesses.

You may comment on the proposed regulation changes, including the potential costs to private persons of complying with

the proposed changes, by submitting written comments to the Alcohol & Marijuana Control Office at 550 West 7<sup>th</sup> Avenue, Suite 1600, Anchorage, AK 99501. Additionally, the Marijuana Control Board will accept comments by electronic mail at amco.regs@alaska.gov. Comments may also be submitted through the Alaska Online Public Notice System by accessing this notice on the system and using the comment link. The comments must be received not later than 4:30 pm on September 29, 2017.

You may submit written questions relevant to the proposed action to the Marijuana Control Board by email at

amco.regs@alaska.gov or at 550 West 7<sup>th</sup> Avenue, Suite 1600, Anchorage, AK 99501. The questions must be received at least 10 days before the end of the public comment period. The Marijuana Control Board will aggregate its response to substantially similar questions and make the questions and responses available on the Alaska Online Public Notice System.

If you are a person with a disability who needs a special accommodation in order to participate in this process, please contact Jedediah Smith at amco.regs@alaska.gov or (907) 269-0350 not later than September 19, 2017 to ensure that any necessary accommodation can be provided.

A copy of the proposed regulation changes is available on the Alaska Online Public Notice System and by contacting the Alcohol & Marijuana Control Office at (907) 269-0350 or amco.regs@alaska.gov.

After the public comment period ends, the Marijuana Control Board will either adopt the proposed regulation changes or other provisions dealing with the same subject, without further notice, or decide to take no action. The language of the final regulation may be different from that of the proposed regulation. You should comment during the time allowed if your interests could be affected. Written comments received are public records and are subject to public inspection.

Statutory authority: AS 17.38.010; AS 17.38.070; AS 17.38.121; AS 17.38.150; AS 17.38.190; AS 17.38.200; AS 17.38.900

Statutes being implemented, interpreted, or made specific: AS 17.38.070; AS 17.38.190; AS 17.38.900.

**Fiscal information:** The proposed regulation changes are not expected to require an increased appropriation.

Date: August 10, 2017

Marijuana Control Board proposed regulations--changes to financia... https://aws.state.ak.us/OnlinePublicNotices/Notices/View.aspx?id... Erika McConnell, director **W** Attachments, History, Details **Details** Attachments Commerce, Community and **DRAFT REGULATION ADVERTISING &** Department: **Economic Development** PROMOTIONS.pdf Regulations Category: MCB Additional Public Notice ADVERTISING.pdf Notice of Proposed Sub-Category: MCB Public Notice advertising.pdf Regulations Location(s): Statewide **Revision History** Project/Regulation #: JU2017200533 Created 8/14/2017 3:26:57 PM by jrsmith Publish Date: 8/14/2017 Archive Date: 9/30/2017 Events/Deadlines:

1	Register,2017 DEPARTMENT OF COMMERCE, COMMUNITY AND EC. DEV.
2	(Words in <b>boldface and underlined</b> indicate language being added; words [CAPITALIZED
3	AND BRACKETED] indicate language being deleted.)
4	3 AAC 306.015(e)(1) is amended to read:
5	
6	(e) In this section,
7	
8	(1) "direct or indirect financial interest" means
9	
10	(A) a legal or equitable interest in the operation of a business licensed
11	
12	under this chapter;
13	
14	(B) ) does not include a person's right to receive
15	
16	(i) rental charges on a graduated [OR PERCENTAGE] lease-rent
17	agreement for real estate leased to a licensee; or
18	(ii) consulting fee from a licensee for services that are allowed
19	
20	under this chapter;
21	
22	(Eff. 2/21/2016, Register 217, am_/_/, Register)
23	
24	Authority:         AS 17.38.010         AS 17.38.150         AS 17.38.200

25 26 27 28	Register2017 DEPARTMENT OF COMMERCE, COMMUNITY AND EC. DEV.
29 30	3 AAC 306.360 is repealed:
31 32	3 AAC 306.360. Restriction on advertising of marijuana and marijuana products
33 34 35	Repealed. (Eff. 2/21/2016, Register 217; repealed / / , Register )
36 37	3 AAC 306 is amended by adding a new subsection in Article 7 to read:
38 39	3 AAC 306.7xx. Restriction on advertising of marijuana and marijuana products
40	(a) An advertisement for marijuana or a marijuana product must include the business
41	name and license number.
42	(b) An advertisement for marijuana or a marijuana product may not contain a statement
43	or illustration that
44 45	(1) is false or misleading;
46	(2) promotes excessive consumption;
47 48	(3) represents that the use of marijuana has curative or therapeutic effects;
49 50	(4) depicts a person under 21 years of age consuming marijuana; or
51 52	(5) includes any object or character, including a toy, a cartoon character, or any
53	other depiction that appeals to a person under 21 years of age.
54	(c) A licensed marijuana business may not place an advertisement for marijuana or a
55	marijuana product;
56	(1) within 1,000 feet of the perimeter of any child-centered facility, including a
57	school, a child care facility or other facility providing services to children, a playground or
58	recreation center, a public park, a library, or a game arcade that is open to persons under 21 years
59	of age;

60	Register
61 62	(2) on or in a public transit vehicle or public transit shelter;
63 64	(3) on or in a publicly owned or operated property;
65	(4) within 1,000 feet of a substance abuse or treatment facility; or
66 67	(5) on a campus for postsecondary education.
68 69	(d) A licensed marijuana business may not encourage the sale of marijuana or marijuana
70	products
71 72	(1) by using giveaway coupons as promotional materials;
72 73	(2) by conducting games or competitions; or
74 75	(3) by tying give-away items to the purchase of marijuana or marijuana products.
76 77	(e) All advertising for marijuana or any marijuana product must contain each of the
78	following warnings, which must be plainly visible and at least half the font size of an
79	advertisement on a sign, and no smaller than size 9 font when the advertisement is in printed
80	form. Audio advertisements warnings must be understandable and played at the same speed as
81	the advertisement.
82	(1) "Marijuana has intoxicating effect and may be habit forming and addictive";
83 84	(2) "Marijuana impairs concentration, coordination, and judgment. Do not operate
85	a vehicle or machinery under its influence.";
86	(3) "There are health risks associated with consumption of marijuana.";
87 88	(4) "For use only by adults twenty-one and older. Keep out of the reach of
89 90	children.";
91 92	(5) "Marijuana should not be used by women who are pregnant or breast feeding."

93	Register	_,2017 DEPA	ARTMENT OF COMM	ERCE, COMMUNITY AND EC. DEV.
94	3 AAC 306 i	s amended by addin	g a new subsection in A	article 7 to read:
95 96	3 AA	C 306.7xx. Restric	tion on advertising of a	a marijuana business
97 98	(a) A	licensed marijuana	business may have not	more than three signs, visible to the
99	general publi	c from the public ri	ght-of-way. A sign may	only be placed in the marijuana
100	business' wir	ndow or attached to	the outside of the licens	sed premises. The size of each sign may
101	not exceed 4,	,800 square inches.		
102	(b) A	licensed marijuana	business may place adv	vertisements that include its name, logo,
103	business type	e, contact informatic	on, location, and hours o	of operation.
104	(c) A	licensed marijuana	business may not place	a business advertisement, except as
105	provided in (	a) of this section,		
106		(1) within 1,000 f	eet of the perimeter of a	my child-centered facility, including a
107	school, a chil	ld care facility or otl	her facility providing se	rvices to children, a playground or
108	recreation ce	nter, a public park, a	a library, or a game arca	de that is open to persons under 21 years
109	of age;			
110		(2) on or in a pub	lic transit vehicle or pub	olic transit shelter;
111 112		(3) on or in a pub	licly owned or operated	property.
112	(3) on or in a publicly owned or operated property;			
114	(4) within 1,000 feet of a substance abuse or treatment facility; or			
115 116	(5) on a campus for postsecondary education.			
110		(5) on a campus h	of posisecondary educa	lion.
117	(Eff /_ /_	Register)		
118	Authority:	AS 17.38.010	AS 17.38.150	AS 17.38.200
		AS 17.38.070	AS 17.38.190	AS 17.38.900
		AS 17.38.121		
119		AB 17.30.121		

Register\_\_\_\_\_\_2017 DEPARTMENT OF COMMERCE, COMMUNITY AND EC. DEV.

## Marijuana Control Board proposed regulations – – marijuana retail store onsite consumption endorsement

## NOTICE OF PROPOSED CHANGES TO THE REGULATIONS OF THE MARIJUANA CONTROL BOARD REGARDING THE ADDITION OF AN ONSITE MARIJUANA CONSUMPTION ENDORSMENT TO THE RETAIL MARIJUANA LICENSE

The Marijuana Control Board proposes to adopt regulation changes in 3 AAC 306 of the Alaska Administrative Code, dealing with onsite marijuana consumption endorsements for retail marijuana establishments, including the following:

(1) 3 AAC 306.370 proposes to allow retail marijuana licensees to apply for an onsite consumption endorsement if certain conditions are met.

(2) 3 AAC 306.990 proposes to define "marijuana consumption area" and "retail marijuana store premises."

You may comment on the proposed regulation changes, including the potential costs to private persons of complying with the proposed changes, by submitting written comments to the Alcohol & Marijuana Control Office at 550 West 7<sup>th</sup> Avenue, Suite 1600, Anchorage, AK 99501. Additionally, the Marijuana Control Board will accept comments by electronic mail at amco.regs@alaska.gov. Comments may also be submitted through the Alaska Online Public Notice System by accessing this notice on the system and using the comment link. The comments must be received not later than 4:30 pm on October 27, 2017.

You may submit written questions relevant to the proposed action to the Marijuana Control Board by email at

amco.regs@alaska.gov or at 550 West 7<sup>th</sup> Avenue, Suite 1600, Anchorage, AK 99501. The questions must be received at least 10 days before the end of the public comment period. The Alcohol & Marijuana Control Office will aggregate its response to substantially similar questions and make the questions and responses available on the Alaska Online Public Notice System.

If you are a person with a disability who needs a special accommodation in order to participate in this process, please contact Jedediah Smith at amco.regs@alaska.gov or (907) 269-0350 not later than October 16, 2017 to ensure that any necessary accommodation can be provided.

A copy of the proposed regulation changes is available on the Alaska Online Public Notice System and by contacting the Alcohol & Marijuana Control Office at (907) 269-0350 or amco.regs@alaska.gov.

After the public comment period ends, the Marijuana Control Board will either adopt the proposed regulation changes or other provisions dealing with the same subject, without further notice, or decide to take no action. The language of the final regulation may be different from that of the proposed regulation. You should comment during the time allowed if your interests could be affected. Written comments received are public records and are subject to public inspection.

Statutory authority: AS 17.38.010; AS 17.38.070; AS 17.38.121; AS 17.38.150; AS 17.38.190; AS 17.38.200; AS 17.38.900

Statutes being implemented, interpreted, or made specific: AS 17.38.070 AS 17.38.200 AS 17.38.210

Fiscal information: The proposed regulation changes are not expected to require an increased appropriation.

Date: <u>August 21, 2017</u>

Erika McConnell, director

Attachments, History, Details

Marijuana Control Board proposed regulations--marijuana retail st...

https://aws.state.ak.us/OnlinePublicNotices/Notices/View.aspx?id...

## Attachments

MCB Additional Public Notice (onsite consumption).pdf MCB Public Notice (onsite consumption).pdf Onsite Draft for public comment 2017-08-21.pdf

## **Revision History**

Created 8/21/2017 2:56:37 PM by jrsmith Modified 8/21/2017 4:15:09 PM by jrsmith Modified 8/21/2017 4:21:41 PM by jrsmith

## Details

Department:Commerce, Community and<br/>Economic DevelopmentCategory:RegulationsSub-Category:Notice of Proposed<br/>RegulationsLocation(s):StatewideProject/Regulation #:JU2017200548

Publish Date: Archive Date: 8/21/2017 10/28/2017

Events/Deadlines:

1 3 AAC 306 is amended by adding a new section to read:

2 3 4	3 AAC 306.370. Onsite consumption endorsement for retail marijuana stores.
5	(a) A licensed retail marijuana store with an approved onsite consumption endorsement is
б	authorized to
7	(1) sell marijuana and marijuana product, excluding marijuana concentrates, to
8	patrons for consumption on the licensed premises only in an area designated as the marijuana
9	consumption area and separated from the remainder of the premises, either by being in a separate
10	building or by a secure door and having a separate ventilation system;
11	(2) sell for consumption on the premises
12 13	(A) marijuana bud or flower in quantities not to exceed one gram to any
14	one person in a single transaction, unless prohibited by local ordinance or state law;
15	(B) edible marijuana products in quantities not to exceed 10 mg of THC to
16	any one person in a single transaction; and
17	(C) food or beverages not containing marijuana or alcohol; and
18 19	(3) allow a person to remove from the licensed premises marijuana or marijuana
20	product that has been purchased on the licensed premises for consumption under this section,
21	provided it is packaged in accordance with 3 AAC 306.345.
22	(b) A licensed retail marijuana store with an approved onsite consumption endorsement
23	may not
24 25	(1) sell marijuana concentrate for consumption in the marijuana consumption
26	area;
27 28	(2) allow any licensee, employee, or agent of a licensee to consume marijuana or
29	marijuana product, including marijuana concentrate, during the course of a work shift;

30	(3) allow a person to consume tobacco or tobacco products in the marijuana
31	consumption area;
32	(4) allow intoxicated or drunken persons to enter or to remain in the marijuana
33	consumption area;
34	(5) sell, give, or barter marijuana or marijuana product to an intoxicated or
35	drunken person;
36	(6) allow a person to bring into or consume in the marijuana consumption area
37	any marijuana or marijuana product that was not purchased at the licensed retail marijuana store;
38	(7) deliver marijuana or marijuana product to a person already known to be in
39	possession of marijuana or marijuana product that was purchased for consumption on the
40	premises;
41	(8) sell, offer to sell, or deliver marijuana or marijuana product at a price less than
42	the price regularly charged for the marijuana or marijuana product during the same calendar
43	week;
44	(9) sell, offer to sell, or deliver an unlimited amount of marijuana or marijuana
45	product during a set period of time for a fixed price;
46	(10) sell, offer to sell, or deliver marijuana or marijuana product on any one day at
47	prices less than those charged the general public on that day;
48	(11) encourage or permit an organized game or contest on the licensed premises
49	that involves consuming marijuana or marijuana product or the awarding of marijuana or
50	marijuana product as prizes; or
51	(12) advertise or promote in any way, either on or off the premises, a practice
52	prohibited under this section.

53	(c) An applicant for an onsite consumption endorsement must file an application on a
54	form the board prescribes, including the documents and endorsement fee set out in this section,
55	which must include
56	(1) the applicant's operating plan, in a format the board prescribes, describing the
57	retail marijuana store's plan for
58 59 60	(A) security, in addition to what is required for a retail marijuana store, including:
61 62 63	(i) doors and locks;
63 64 65	(ii) windows;
66 67	(iii) measures to prevent diversion; and
68 69	(iv) measures to prohibit access to persons under the age of 21;
70 71	(B) ventilation. If consumption by inhalation is to be permitted, ventilation
72 73	plans must be
74 75	(i) signed and approved by a licensed mechanical engineer;
76 77	(ii) sufficient to remove visible smoke; and
78 79	(iii) consistent with all applicable building codes and ordinances;
80	(C) isolation of the marijuana consumption area from other areas of the
81	retail marijuana store. The marijuana consumption area must
82	(i) include a smoke-free area for employees monitoring the
83	marijuana consumption area; and
84	(ii) be entirely outdoors in a designated smoking area or separated
85	from other retail areas by a wall with a secure door;

86	(D) unconsumed marijuana, by disposal or by packaging in accordance
87	with 3 AAC 306.345; and
88	(E) preventing introduction into the marijuana consumption area of
89	marijuana or marijuana products not sold by the retail marijuana store; and
90	(2) a detailed premises diagram showing the location of
91 92	(A) serving area or areas;
93 94	(B) ventilation exhaust points, if applicable;
95 96	(C) doors, windows, or other exits;
97 98	(D) access control points; and
99 100	(E) adequate separation from non-consumption areas of the retail
101	marijuana store and consistent with 3 AAC 306.370(a)(1).
102	(d) An application for a new onsite consumption endorsement must meet the
103	requirements of 3 AAC 306.025(b) and include in that notice the license number of the retail
104	marijuana store requesting the endorsement.
105	(e) The non-refundable fee for a new or renewal onsite consumption endorsement is
106 107	\$1,000.
108 109	(f) The retail marijuana store holding an onsite consumption endorsement under this
110	chapter shall
111	(1) destroy all unconsumed marijuana left abandoned or unclaimed in the
112	marijuana consumption area in accordance with the operating plan and 3 AAC 306.740;
113	(2) maintain a ventilation system that directs air from the marijuana consumption
114	area to the outside of the building through a filtration system adequate to reduce odor;

115	(3) include in the security plan how the licensee intends to restrict access to the
116	marijuana consumption area to persons under the age of 21;
117	(4) monitor patrons for overconsumption;
118 119	(5) display all warning signs required under 3 AAC 360.360 within the marijuana
120	consumption area, visible to all consumers;
121	(6) provide written materials containing marijuana dosage and safety information
122	for each type of marijuana or marijuana product sold for consumption in the marijuana
123	consumption area at no cost to patrons; and
124	(7) label all marijuana or marijuana product sold for consumption on the premises
125	as required in 3 AAC 306.345.
126	(g) The right of local governments to protest the issuance or renewal of individual retail
127	marijuana store onsite consumption endorsements is separate from the right to protest the
128	issuance of a retail marijuana store license. Not later than 60 days after the director sends notice
129	of an application for a new or renewal onsite consumption endorsement, a local government may
130	protest the application by sending the director and the applicant a written protest and the reasons
131	for the protest. The director may not accept a protest received after the 60-day period. If a local
132	government protests an application for a new or renewal onsite consumption endorsement, the
133	board will deny the application unless the board finds that the protest is arbitrary, capricious and
134	unreasonable.
135	(h) A local government may recommend that the board approve an application for a new
136	or renewal onsite consumption endorsement with conditions. The board will impose a condition
137	recommended by a local government unless the board finds the recommended condition to be
138	arbitrary, capricious and unreasonable. If the board imposes a condition recommended by a local

government, the local government will assume responsibility for monitoring compliance with thecondition unless the board provides otherwise.

- (i) The holder of an onsite consumption endorsement must apply for renewal annually atthe time of renewal of the underlying retail marijuana store license.
- 143 144

145 **3 AAC 306.990 (b)** is amended to add the following subsections:

- (27) "marijuana consumption area" means a designated area within the licensed
  premises of a retail marijuana store that holds a valid onsite consumption endorsement, where
  marijuana and marijuana products, excluding marijuana concentrates, may be consumed.
- (28) "retail marijuana store premises" means an area encompassing both the retail
  marijuana store and any marijuana consumption area.

## Marijuana Control Board proposed regulations – – changes to local government jurisdiction and timing of public objections

## NOTICE OF PROPOSED CHANGES ON LOCAL GOVERNMENT JURISDICTION NOTIFICATION AND PUBLIC OBJECTION PROCESS

## IN THE REGULATIONS OF THE MARIJUANA CONTROL BOARD

The Marijuana Control Board proposes to adopt regulation changes in 3 AAC 306 of the Alaska Administrative Code, dealing with the notification for local government jurisdiction over marijuana licenses and the public objection process for new, renewal or transfers of marijuana licenses, including the following:

(1) 3 AAC 306.025, 3 AAC 306.035, 3 AAC 306.045, and 3 AAC 306.060 is proposed to be changed to require notice from marijuana applicants to all applicable local governmentjurisdictions.

(2) 3 AAC 306.065 is proposed to extend the period for public objections.

(3) 3 AAC 306.075(a)(2) is proposed to be repealed.

You may comment on the proposed regulation changes, including the potential costs to private persons of complying with

the proposed changes, by submitting written comments to the Alcohol & Marijuana Control Office at 550 West 7<sup>th</sup> Avenue, Suite 1600, Anchorage, AK 99501. Additionally, the Marijuana Control Board will accept comments by electronic mail at amco.regs@alaska.gov. Comments may also be submitted through the Alaska Online Public Notice System by accessing this notice on the system and using the comment link. The comments must be received not later than 4:30 pm on September 5, 2017.

You may submit written questions relevant to the proposed action to the Marijuana Control Board by email at

amco.regs@alaska.gov or at 550 West 7<sup>th</sup> Avenue, Suite 1600, Anchorage, AK 99501. The questions must be received at least 10 days before the end of the public comment period. The Marijuana Control Board will aggregate its response to substantially similar questions and make the questions and responses available on the Alaska Online Public Notice System.

If you are a person with a disability who needs a special accommodation in order to participate in this process, please contact Jedediah Smith at amco.regs@alaska.gov or (907) 269-0350 not later than August 25, 2017 to ensure that any necessary accommodation can be provided.

A copy of the proposed regulation changes is available on the Alaska Online Public Notice System and by contacting the Alcohol & Marijuana Control Office at (907) 269-0350 or amco.regs@alaska.gov.

After the public comment period ends, the Marijuana Control Board will either adopt the proposed regulation changes or other provisions dealing with the same subject, without further notice, or decide to take no action. The language of the final regulation may be different from that of the proposed regulation. You should comment during the time allowed if your interests could be affected. Written comments received are public records and are subject to public inspection.

Statutory authority: AS 17.38.010; AS 17.38.070; AS 17.38.121; AS 17.38.150; AS 17.38.190; AS 17.38.200; AS 17.38.900

Statutes being implemented, interpreted, or made specific: AS 17.38.070 AS 17.38.200 AS 17.38.210

**Fiscal information:** The proposed regulation changes are not expected to require an increased appropriation.

Date: July 21, 2017

Erika McConnell, director

🖤 Attachments, History, Details

#### Attachments **Details** Commerce, Community and MCB Additional Regs Notice.pdf Department: **Economic Development** MCB Public Notice (local govt jurisdiction and public Category: Regulations objection).pdf Notice of Proposed Sub-Category: MCB Regulations draft local government jurisdiction Regulations and public objection.pdf Location(s): Statewide MCB supplemental Public Notice (local govt Project/Regulation #: JU2017200477 jurisdiction and public objection).pdf Publish Date: 7/21/2017 **Revision History** Archive Date: 9/6/2017 Created 7/21/2017 6:38:13 PM by jrsmith

Modified 8/8/2017 8:20:06 AM by jrsmith Modified 8/9/2017 9:21:28 AM by jrsmith Modified 8/9/2017 2:08:15 PM by jrsmith

Events/Deadlines:

1	Register
2 3	(Words in <b>boldface and underlined</b> indicate language being added; words [CAPITALIZED AND BRACKETED] indicate language being deleted.)
4	Local Government Jurisdiction
5 6	3 AAC 306.025 (b)(3)(A) is amended to read:
7 8	(A) each local government with jurisdiction over the licensed premises
9 10 11 12	[THE LOCAL GOVERNMENT];
13	3 AAC 306.025 (d)(2) is amended to read:
14 15 16 17	(2) <u>each local government</u> [THE LOCAL GOVERNMENT] with jurisdiction over the applicant's proposed licensed premises.
18	
19 20	3 AAC 306.035 (c)(2) is amended to read:
21	(2) each local government with jurisdiction over the applicant's proposed licensed
22	premises [IN THE AREA IN WHICH THE APPLICANT'S PROPOSED LICENSED
23	PREMISES ARE LOCATED].
24	
25	3 AAC.045 (c)(2) is amended to read:
26 27 28	(2) each local government with jurisdiction over the applicant's
28 29	proposed licensed premises [IN THE AREA IN WHICH THE LICENSED PREMISES
30	ARE LOCATED];
31	
32	3 AAC 306.060 is amended by adding a new subsection to read:
33 34	(d) For the purpose of this section, "local government" means each government with
35	jurisdiction over the licensed premises.

36	Register2017 DEPARTMENT OF COMMERCE, COMMUNITY AND EC. DEV.
37 38	Public Objection:
39 40	3 AAC 306.065 is amended to read:
40	A person may object to an application for a new license, renewal of a license, or transfer of a
42	license to another person by submitting a written statement of reasons for the objection to the
43	board and the applicant not later than 30 days after the director has determined the
44 45	application is complete and has given written notice to the local government according to 3
46 47	AAC 306.025. [NOT LATER THAN 30 DAYS AFTER NOTICE OF THE APPLICATION,
48 49 50	BUT NOT LATER THAN THE DEADLINE FOR OBJECTIONS STATED IN A POSTED
	OR PUBLISHED NOTICE OF THE APPLICATION]. The objection must be sent to the
51	applicant at the mailing address or electronic mail address provided in the notice of application
52	and also to the Alcohol and Marijuana Control Office. If the board determines to conduct a
53	public hearing under this section, an interested person may give oral testimony at the public
54	hearing.
55	
56 57	
58 59	3 AAC 306.075 (a) (2) is repealed:
60	(2) Repealed /_ /

## SUPPLEMENTAL NOTICE OF PROPOSED CHANGES ON LOCAL GOVERNMENT JURISDICTION NOTIFICATION AND PUBLIC OBJECTION PROCESS IN THE REGULATIONS OF THE MARIJUANA CONTROL BOARD

The Marijuana Control Board proposes to adopt regulation changes in 3 AAC 306 of the Alaska Administrative Code, dealing with the notification for local government jurisdiction over marijuana licenses and the public objection process for new, renewal or transfers of marijuana licenses, including the following:

- (1) 3 AAC 306.025, 3 AAC 306.035, 3 AAC 306.045, and 3 AAC 306.060 is proposed to be changed to require notice from marijuana applicants to all applicable local government jurisdictions.
- (2) 3 AAC 306.065 is proposed to extend the period for public objections.
- (3) 3 AAC 306.075(a)(2) is proposed to be repealed.

This is a SUPPLEMENTAL NOTICE adding to the NOTICE OF PROPOSED CHANGES that was issued on July 21, 2017, concerning these proposed regulation revisions contained in the Department of Law file number JU2017200477. This SUPPLEMENTAL NOTICE is being issued to include the statutes being implemented, interpreted or made specific.

You may comment on the proposed regulation changes, including the potential costs to private persons of complying with the proposed changes, by submitting written comments to the Alcohol & Marijuana Control Office at 550 West 7<sup>th</sup> Avenue, Suite 1600, Anchorage, AK 99501. Additionally, the Marijuana Control Board will accept comments by electronic mail at <u>amco.regs@alaska.gov</u>. Comments may also be submitted through the Alaska Online Public Notice System by accessing this notice on the system and using the comment link. The comments must be received not later than 4:30 pm on September 5, 2017.

You may submit written questions relevant to the proposed action to the Marijuana Control Board by email at <u>amco.regs@alaska.gov</u> or at 550 West 7<sup>th</sup> Avenue, Suite 1600, Anchorage, AK 99501. The questions must be received at least 10 days before the end of the public comment period. The Marijuana Control Board will aggregate its response to substantially similar questions and make the questions and responses available on the Alaska Online Public Notice System.

If you are a person with a disability who needs a special accommodation in order to participate in this process, please contact Jedediah Smith at <u>amco.regs@alaska.gov</u> or (907) 269-0350 not later than August 25, 2017 to ensure that any necessary accommodation can be provided.

A copy of the proposed regulation changes is available on the Alaska Online Public Notice System and by contacting the Alcohol & Marijuana Control Office at (907) 269-0350 or <u>amco.regs@alaska.gov</u>.

After the public comment period ends, the Marijuana Control Board will either adopt the proposed regulation changes or other provisions dealing with the same subject, without further notice, or decide to take no action. The language of the final regulation may be different from that of the proposed regulation. You should comment during the time allowed if your interests could be affected. Written comments received are public records and are subject to public inspection.

**Statutory authority:** AS 17.38.010; AS 17.38.070; AS 17.38.121; AS 17.38.150; AS 17.38.190; AS 17.38.200; AS 17.38.900

**Statutes being implemented, interpreted, or made specific**: AS 17.38.070 AS 17.38.200 AS 17.38.210

**Fiscal information:** The proposed regulation changes are not expected to require an increased appropriation.

Date: August 9, 2017

Euha M'Connell

Erika McConnell, director

## Marijuana Control Board proposed regulations -changes to disposal of marijuana waste, quality control of marijuana, and reporting unauthorized access to a licensed marijuana facility.

## NOTICE OF PROPOSED CHANGES ON THE DISPOSAL OF MARIJUANA WASTE, QUALITY CONTROL OF MARIJUANA, AND REPORTING UNAUTHORIZED ACCESS TO A LICENSED MARIJUANA FACILITY IN THE REGULATIONS OF THE MARIJUANA CONTROL BOARD

The Marijuana Control Board proposes to adopt regulation changes in 3 AAC 306 of the Alaska Administrative Code, dealing with disposal of marijuana waste, quality control samples of marijuana, and reporting of unauthorized access to a licensed marijuana establishment, including the following:

(1) 3 AAC 306.460 and 3 AAC 306.557 are proposed new subsections allowing marijuana licensees to give small amounts of marijuana to employees for the purpose of quality control testing.

(2) 3 AAC 306.660, and 3 AAC 306.740 are proposed changes to the notification requirements for disposal of waste of marijuana or marijuana products.

(3) 3 AAC 306.715 is proposed to require a marijuana establishment to notify the Marijuana Control Board of unauthorized access to the licensed premises.

You may comment on the proposed regulation changes, including the potential costs to private persons of complying with the proposed changes, by submitting written comments to the Alcohol & Marijuana Control Office at 550 West 7<sup>th</sup> Avenue, Suite 1600, Anchorage, AK 99501. Additionally, the Marijuana Control Board will accept comments by electronic mail at amco.regs@alaska.gov. Comments may also be submitted through the Alaska Online Public Notice System by accessing this notice on the system and using the comment link. The comments must be received not later than 4:30 pm on September 29, 2017.

You may submit written questions relevant to the proposed action to the Marijuana Control Board by email at amco.regs@alaska.gov or at 550 West 7<sup>th</sup> Avenue, Suite 1600, Anchorage, AK 99501. The questions must be received at least 10 days before the end of the public comment period. The Marijuana Control Board will aggregate its response to substantially similar questions and make the questions and responses available on the Alaska Online Public Notice System.

If you are a person with a disability who needs a special accommodation in order to participate in this process, please contact Jedediah Smith at amco.regs@alaska.gov or (907) 269-0350 not later than September 22, 2017 to ensure that any necessary accommodation can be provided.

A copy of the proposed regulation changes is available on the Alaska Online Public Notice System and by contacting the Alcohol & Marijuana Control Office at (907) 269-0350 or amco.regs@alaska.gov.

After the public comment period ends, the Marijuana Control Board will either adopt the proposed regulation changes or other provisions dealing with the same subject, without further notice, or decide to take no action. The language of the final regulation may be different from that of the proposed regulation. You should comment during the time allowed if your interests could be affected. Written comments received are public records and are subject to public inspection.

Statutory authority: AS 17.38.010; AS 17.38.070; AS 17.38.121; AS 17.38.150; AS 17.38.190; AS 17.38.200; AS 17.38.900

Statutes being implemented, interpreted, or made specific: AS 17.38.070 AS 17.38.200 AS 17.38.210

Fiscal information: The proposed regulation changes are not expected to require an increased appropriation.

Date: August 16, 2017

Marijuana Control Board proposed regulations--changes to dispos...

https://aws.state.ak.us/OnlinePublicNotices/Notices/View.aspx?id...

Leave a Comment

V Attachments, History, Details

## Attachments

MCB Additional Public Notice (Waste Disposal, quality control).pdf

MCB Draft Language (Waste Disposal, Quality Control) .pdf

MCB Public Notice (quality control).pdf

#### **Revision History**

Created 8/17/2017 4:23:52 PM by jrsmith Modified 8/17/2017 4:24:45 PM by jrsmith Modified 8/23/2017 3:26:42 PM by jrsmith

#### **Details**

Department:	Commerce, Community and Economic Development
Category:	Regulations
Sub-Category:	Notice of Proposed Regulations
Location(s):	Statewide
Project/Regulation #:	JU2017200542
Publish Date: Archive Date:	8/17/2017 9/30/2017

Events/Deadlines:

Register\_\_\_\_\_\_\_2017 DEPARTMENT OF COMMERCE, COMMUNITY AND EC. DEV.

(Words in **boldface and underlined** indicate language being added; words [CAPITALIZED AND BRACKETED] indicate language being deleted.)

3 AAC 306.460 is amended by adding a new subsection to read:

(d) A licensed marijuana cultivation facility may provide a sample of marijuana to an employee of the facility, that is in possession of a valid marijuana handler card for the purpose of quality control only if:

(1) samples provided to employees for quality control does not exceed a cumulative total of one ounce per 30-day period;

(2) each sample is registered and tracked using the marijuana inventory tracking system in accordance with 3 AAC 306.730;

(3) consumption of marijuana does not occur on the licensed premises;

(4) no sample is resold to another licensee or consumer;

(5) each employee who receives a marijuana sample for the purpose of quality

control completes a quality control form prescribed by the board for each sample; and

(6) the licensee maintains copies of completed forms required under (5) of this subsection in accordance with 3 AAC 306.755.

(7) marijuana that leaves the licensed premises must be packaged in opaque,

resealable, child-resistent packaging and clearly marked or labeled "For Quality Control" and the packaging must be designed or constructed to be significantly difficult for children under five years of age to open, but not normally difficult for adults to use properly. (Eff. \_\_/\_\_\_.

Register\_\_\_)

Authority:	AS 17.38.010	AS 17.38.150	AS 17.38.200
	AS 17.38.070	AS 17.38.190	AS 17.38.900

1

Register\_\_\_\_\_, 2017 DEPARTMENT OF COMMERCE, COMMUNITY AND EC. DEV.

3 AAC 306 is amended by adding a new section to read:

3 AAC 306.557. **Quality Control sampling**. (a) A licensed marijuana product manufacturing facility may provide a sample of marijuana concentrate or other marijuana product to an employee of the facility, that is in possession of a valid marijuana handler card for the purpose of quality control only if:

(1) Samples provided to employees for quality control do not exceed a cumulative total set out in 3 AAC 306.355 in a 30-day period:

(2) each sample is registered and tracked using the marijuana inventory tracking system in accordance with 3 AAC 306.730;

(3) consumption of marijuana does not occur on the licensed premises;

(4) no sample is resold to another licensee or consumer;

(5) each employee who receives a marijuana sample for the purpose of quality control completes a quality control form prescribed by the board for each sample; and

(6) the marijuana cultivation facility licensee maintains copies of completed forms required under (5) of this subsection in accordance with 3 AAC 306.755.

(7) marijuana that leaves the licensed premises must be packaged in opaque, resealable, child-resistent packaging and clearly marked or labeled "For Quality Control" and the packaging must be designed or constructed to be significantly difficult for children under five years of age to open, but not normally difficult for adults to use properly. (Eff. \_\_/\_\_\_.

Register\_\_\_)

Authority:	AS 17.38.010	AS 17.38.150	AS 17.38.200
	AS 17.38.070	AS 17.38.190	AS 17.38.900

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#### Register\_\_\_\_\_, 2017 DEPARTMENT OF COMMERCE, COMMUNITY AND EC. DEV.

**3 AAC 306.660. Failed materials; retests** (a) If a sample tested by a marijuana testing facility does not pass the required tests based on the standards set out in **3 AAC 306.645**, the marijuana establishment that provided the sample shall

(1) dispose of the entire harvest batch or production lot from which the sample was taken; and

(2) document the disposal of the sample using the marijuana establishment's marijuana inventory tracking system; **and** 

## (3) notify the director in writing within 24 hours if the amount destroyed

## totals more than one ounce.

(b) If a sample of marijuana fails a required test, any marijuana plant trim, leaf, and other usable material from the same plants automatically fail the required test. The <u>director</u> [BOARD] may approve a <u>written</u> request, on a form prescribed by the board, to allow a batch of marijuana that fails a required test to be used to make a carbon dioxide- or solvent-based extract. After processing, the carbon dioxide- or solvent-based extract must pass all required tests.

(c) If a marijuana cultivation facility or a marijuana product manufacturing facility <u>submits a written request on a form prescribed by the board</u> [PETITIONS] for a retest of marijuana or a marijuana product that failed a required test, the <u>director</u> [BOARD] may authorize a retest to validate the test results. The marijuana cultivation facility or a marijuana product manufacturing facility shall pay all costs of a retest.

Authority:	AS 17.38.010	AS 17.38.150	AS 17.38.200
	AS 17.38.070	AS 17.38.190	AS 17.38.900
	AS 17.38.121		

3 AAC 306.715 is amended by adding a new subsection to read:

(e) A marijuana establishment will notify the Alcohol and Marijuana Control Office as soon as reasonably practical and in no case more than 24 hours after any unauthorized access to the premises or the establishment's knowledge of evidence or circumstances that reasonably indicate theft, diversion or unexplained disappearance of marijuana, marijuana products, or money from the licensed premises. (Eff 2/21/2016, Register 217; am \_/\_/\_\_\_, Register\_\_\_)

3 AAC 306.740 Waste Disposal is amended to read:

(a) A marijuana establishment shall store, manage, and dispose of any solid or liquid waste, including wastewater generated during marijuana cultivation production, processing, testing, or retail sales, in compliance with applicable federal, state, and local statutes, ordinances, regulations, and other law

(b) Marijuana waste must be rendered unusable for any purpose for which it was grown or produced before it leaves a marijuana establishment. Marijuana waste includes

(1) marijuana plant waste, including, [ROOTS] stalks, leaves, and stems that have not been processed with solvent;

(2) solid marijuana sample plant waste in the possession of a marijuana testing facility;

(3) marijuana or marijuana product that has been deemed by the licensee unfit for sale or consumption;

## (4) expired marijuana products; and

(5) other waste as determined by the board.

4

(c) A marijuana establishment shall

(1) in the marijuana inventory tracking system required under 3 AAC 306.730, give the board notice not later than three days before making the waste unusable and disposing of it; however, the director may authorize immediate disposal on an emergency basis; and

(2) keep a record <u>through the inventory tracking system</u> of the final destination of marijuana waste made unusable; <u>and</u>

# (3) immediately notify the board in writing if requesting disposal of(A) more than 1 gram of marijuana concentrate; or

## (B) more than one ounce of marijuana or marijuana product.

(d) Marijuana plant waste must be made unusable by grinding the marijuana plant waste and mixing it with at least an equal amount of other compostable or non-compostable materials. A marijuana establishment may use another method to make marijuana waste unusable if the board approves the method in advance. Material that may be mixed with the marijuana waste includes

(1) compostable materials including food waste, yard waste, vegetable based grease or oils, or other wastes approved by the board when the mixed material can be used as compost feedstock or in another organic waste method such as an anaerobic digester with approval of any applicable local government entity; or

(2) non-compostable materials including paper waste, cardboard waste, plastic waste, oil, or other wastes approved by the board when the mixed material may be delivered to a permitted solid waste facility, incinerator, or other facility with approval of any applicable local government entity.

## Register\_\_\_\_\_\_2017 DEPARTMENT OF COMMERCE, COMMUNITY AND EC. DEV.

(e) If marijuana or a marijuana product is found by, or surrendered to, a law enforcement officer including a peace officer or an airport security officer, the officer may dispose of the marijuana or marijuana product as provided in this section or by any method that is allowed under any applicable local ordinance. (Eff. 2/21/2016. Register 217, am \_/\_/\_\_\_, Register\_\_\_\_)

 Authority:
 AS 17.38.010
 AS 17.38.150
 AS 17.38.200

 AS 17.38.070
 AS 17.38.190
 AS 17.38.900

AS 17.38.121

## NOTICE OF PROPOSED CHANGES ON THE DISPOSAL OF MARIJUANA WASTE, QUALITY CONTROL OF MARIJUANA, AND REPORTING UNAUTHORIZED ACCESS TO A LICENSED MARIJUANA FACILITY IN THE REGULATIONS OF THE MARIJUANA <u>CONTROL BOARD</u>

The Marijuana Control Board proposes to adopt regulation changes in 3 AAC 306 of the Alaska Administrative Code, dealing with disposal of marijuana waste, quality control samples of marijuana, and reporting of unauthorized access to a licensed marijuana establishment, including the following:

- (1) 3 AAC 306.460 and 3 AAC 306.557 are proposed new subsections allowing marijuana licensees to give small amounts of marijuana to employees for the purpose of quality control testing.
- (2) 3 AAC 306.660, and 3 AAC 306.740 are proposed changes to the notification requirements for disposal of waste of marijuana or marijuana products.
- (3) 3 AAC 306.715 is proposed to require a marijuana establishment to notify the Marijuana Control Board of unauthorized access to the licensed premises.

You may comment on the proposed regulation changes, including the potential costs to private persons of complying with the proposed changes, by submitting written comments to the Alcohol & Marijuana Control Office at 550 West 7<sup>th</sup> Avenue, Suite 1600, Anchorage, AK 99501. Additionally, the Marijuana Control Board will accept comments by electronic mail at <u>amco.regs@alaska.gov</u>. Comments may also be submitted through the Alaska Online Public Notice System by accessing this notice on the system and using the comment link. The comments must be received not later than 4:30 pm on September 29, 2017.

You may submit written questions relevant to the proposed action to the Marijuana Control Board by email at <u>amco.regs@alaska.gov</u> or at 550 West 7<sup>th</sup> Avenue, Suite 1600, Anchorage, AK 99501. The questions must be received at least 10 days before the end of the public comment period. The Marijuana Control Board will aggregate its response to substantially similar questions and make the questions and responses available on the Alaska Online Public Notice System.

If you are a person with a disability who needs a special accommodation in order to participate in this process, please contact Jedediah Smith at <u>amco.regs@alaska.gov</u> or (907) 269-0350 not later than September 22, 2017 to ensure that any necessary accommodation can be provided.

A copy of the proposed regulation changes is available on the Alaska Online Public Notice System and by contacting the Alcohol & Marijuana Control Office at (907) 269-0350 or <u>amco.regs@alaska.gov</u>.

After the public comment period ends, the Marijuana Control Board will either adopt the proposed regulation changes or other provisions dealing with the same subject, without further

notice, or decide to take no action. The language of the final regulation may be different from that of the proposed regulation. You should comment during the time allowed if your interests could be affected. Written comments received are public records and are subject to public inspection.

**Statutory authority:** AS 17.38.010; AS 17.38.070; AS 17.38.121; AS 17.38.150; AS 17.38.190; AS 17.38.200; AS 17.38.900

**Statutes being implemented, interpreted, or made specific**: AS 17.38.070 AS 17.38.200 AS 17.38.210

**Fiscal information:** The proposed regulation changes are not expected to require an increased appropriation.

Date: <u>August 16, 2017</u>

Euha M'Connell

Erika McConnell, director