THE STATE of ALASKA
GOVERNOR BILL WALKER

Department of Commerce, Community, and Economic Development

ALCOHOL & MARIJUANA CONTROL OFFICE
550 West 7th Avenue, Suite 1600
Anchorage, AK 99501
Main: 907.269.0350

May 25, 2017

Nathan Penrod, Preston Penrod
DBA Hardworking Hippies
Via email: alaska.penrods@gmail.com

Re: Limited Marijuana Cultivation Facility #11350

Dear applicant,

The AMCO Office is reviewing the documents submitted for the proposed marijuana establishment license referenced above. The following items need to be corrected and/or resubmitted**.**

- **MJ-00 Application Certifications**
  - On page 1 the License number field is incorrect. This should be your Marijuana License number. Please see your cover sheet for proper format.
  - On page 1 the License type is incorrect. This should be the same as what is on your cover sheet.
  - On page 3 please the box that applies to you.
  - Please complete separate forms for each licensee.
- **MJ-01 Operating Plan**
  - On page 1 the License number field is incorrect.
  - On page 1 the License type is incorrect.
  - On page 3, please provide a valid example of an ID badge to be used.
  - On page 5 box 1, please expand on your process for preventing diversion by employees.
  - On page 15 box 1, please expand your process for shipping to other facilities.
  - On page 15 box 2, please describe the compartment more.
- **MJ-02 Premises Diagram**
  - On page 1 the License number field is incorrect.
  - On page 1 the License type is incorrect.
  - On MJ-01 and MJ-04 you mention several floors to the building. Please provide a full, notated, diagram of the building.
  - On your diagram, please note the following areas:
    - Areas under cultivation
    - Restricted access area
    - Border of Licensed Premises
    - Storage areas
    - Surveillance records storage
    - Camera Placements
- **MJ-04 Cultivation Supplemental**
  - On page 1 the License number field is incorrect.
  - On page 1 the License type is incorrect.

  - On page 2 section 3, your square footage provided is over the limit for a limited cultivation facility. Please clarify.
  - On page 4 box 1, please ensure your answer is congruent with your answer in your MJ-01
  - On page 4 box 2, please expand your answer with more detail.
- **MJ-07 Public Notice Posting Affidavit**
  - On page 1 the License number field is incorrect.
  - On page 1 the License type is incorrect.
  - The Other conspicuous location field is blank.
- **MJ-08 Local Government Notice Affidavit**
  - On page 1 the License number field is incorrect.
  - On page 1 the License type is incorrect.
  - Section 2 is incomplete.
- **MJ-09 Statement of Financial Interest**
  - On page 1 the License number field is incorrect.
  - On page 1 the License type is incorrect.
  - Please complete separate forms for each licensee.
- **Proof of Possession for Proposed Premises**
  - Your provided lease is inadequate. Please provide a legally binding lease between the landlord and the licensees named individually.
  - Please provide a clause stating the landlord, in the case of default, may not seize or take possession of marijuana on the property and must notify the AMCO office in the event of a seizure.
- **Entity Documents**
  - Please provide a partnership agreement.
  - Please renew your business license.
- **Entity Officials**
  - Per our phone conversation, with Grant Heath being only an employee and having no financial interest in the business he will need to be removed from the application. We will 'roll back' the application to 'new' status to allow you to remove him. Please notify us once that is complete so we can move you back to 'incomplete'.

If we do not receive your completions within 90 days, per 3 AAC 306.025(f), you must file a new application and pay a new fee.

Sincerely,

Mark Bailey, Occupational Licensing Examiner
For,
Erika McConnell, Director
marijuana.licensing@alaska.gov