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

February 26, 2018

Denali Gold, LLC
DBA: Denali Gold, LLC
Via email: mgilbertson@gci.net

Re: Standard Marijuana Cultivation Facility #14136

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**.** Please be sure to read the entire letter.

- **MJ-00 Application Certifications**
  - Page 1, section 1: the context of "Licensee" in this section is the name of the LLC. Please correct it. Use your Cover Page to guide you if needed.
  - Page 3: you initialed the incorrect box on this page. Please correct it.

- **MJ-01 Operating Plan**
  - Page 1, section 1: the context of "Licensee" in this section is the name of the LLC. Please correct it. Use your Cover Page to guide you if needed.
  - Page 4, second box: if local law enforcement does not get notified in the event of breach of security, who will be contacted, and what are the steps of that person to follow?
  - Page 11: I just want to make sure that you know that, currently, AMCO does not require criminal background check for marijuana handler permittees other than licensees.
  - Page 12, first box: your answer in this box is a little confusing. Marijuana waste, whether at the end is going to be composted or taken to the landfill, must be stored during the three-day waiting period in which you give AMCO enforcement the waste notice (which must be given in writing by email three days before rendering the marijuana unusable in addition to logging it in Metrc). So, please answer how you will store, and manage the marijuana waste during the three-day waiting period, and how you will dispose of it once the marijuana waste has been rendered unusable.
  - Page 13: double check the answer in this box to make sure it still makes sense with your corrected answer in box 12.

- **MJ-02 Premises Diagram**
  - Page 1, section 1: the context of "Licensee" in this section is the name of the LLC. Please correct it. Use your Cover Page to guide you if needed.
  - The diagrams are a little hard to decipher. Will you please send diagram(s) that show the following:

- Type of structure (write on the diagram)
- Clearly outline the licensed premises and restricted access area (use color and label). Now, you intend to start with a section and add to it later (addition to the licensed premises must be contiguous, that's the reason I asked you if could move from one partition to the other within the building). So, although, I need a diagram that shows your entire immediate licensed premises and future addition. Please only outline in color and label the section that will be ready at preliminary inspection. The proposed licensed premises and restricted access area must show the following:
    - Surveillance room
    - Overall dimensions and dimensions of the under-cultivation area(s)
    - Entrance(s)/Exit(s)
    - Storage room(s)/area(s)
    - Clearly indicate the interior layout of the facility and interior layout of any enclosed rooms
    - Show walls, partitions, counters, windows.
    - Please label the diagram or use a legend key.

- **MJ-04 Cultivation Supplemental**
    - Page 1, section 1: the context of "Licensee" in this section is the name of the LLC. Please correct it. Use your Cover Page to guide you if needed.
    - Page 2: this box mentions the units A and B, if you want to have specific unit designations I need to know immediately because the corrections that you will have to make will be different. See also Proof of Possession for Proposed Premises below in this letter.
    - Moreover, page 2 is asking for you to describe the size of the space(s)/room(s) that you will have under cultivation. It does include the overall square footage but you must also describe the specific area/room under cultivation and dimensions. Make sure that what you describe here is congruent with your MJ-02 diagram(s).
    - Page 4, first box: please make sure that this box is congruent with what you state on page 12-13 of MJ-01.
    - Page 6: please provide a sample of the label(s), including logo(s) if you will have any, that shows how you will comply with 3 AAC 306.470 & 3 AAC 306.475.
    - Page 7: the windows you mention in this box will need to be covered up so people are not able to look into the cultivation.

- **MJ-07 Public Notice Posting Affidavit**
    - Page 1, section 1: the context of "Licensee" in this section is the name of the LLC. Please correct it. Use your Cover Page to guide you if needed.

- **MJ-08 Local Government Notice Affidavit**
    - Page 1, section 1: the context of "Licensee" in this section is the name of the LLC. Please correct it. Use your Cover Page to guide you if needed.

- **MJ-09 Statement of Financial Interest**
    - Page 1, section 1: the context of "Licensee" in this section is the name of the LLC. Please correct it. Use your Cover Page to guide you if needed.

- **Proof of Possession for Proposed Premises**
  - The document you submitted as proof of possession is inadequate. We need proof that Denali Gold, LLC has right of possession to the proposed premises, if that means a lease will need to be executed, then please do so (or contact an attorney). The lease must be a legally binding lease (google that term or contact an attorney) that includes the following:
    - An acknowledgment from the landlord/lessor that the premises will be used as a marijuana establishment, and
    - A clause that states the landlord/lessor will not remove from the premises or take possession of marijuana or marijuana product and AMCO enforcement will be contacted (this is usually under "Default" section).
  - Also, please note that if your lease is for specific unit(s), I need to know immediately because this letter will change in terms of the corrections you need to make. When I spoke with you on the phone, you stated that units A and B were basically one building divided into two, but that you can walk from one unit to the other without having to go out of the building.

- **Fingerprint Card**
  - What do you want me to do with the fingerprint cards for Derek and Daniel, shred them or send them back in the mail?.

- **Applicant's Residency**
  - Marguerita, will you be applying for the Permanent Fund Dividend this year? If so, is it possible that you can do it right away, then let me know. If you are not applying then let me know so I can send you form MJ-18.

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.

Respectfully,

Jane Sawyer, Occupational Licensing Examiner
For,
Erika McConnell, Director
marijuana.licensing@alaska.gov