From: Marc Theiler
To: Marijuana Licensing (CED sponsored)
Subject: Re: Incomplete Application Notice-Red Run Cannabis Cultivators, LLC license 19372
Date: Wednesday, January 23, 2019 2:28:38 PM

Jane,

Please see below, my "Answers" are in **bold**. I have send my document submission via Alaska ZendTo. If you have any questions or concerns, please let me know. I will be on immediate stand-by should you have any further questions or require additional information. Thank you very much for the conversation this afternoon. I sincerely appreciate the help and consideration, it's a very stressful time!

Please see below.

1. Online Application

o You left the Suite number/letter off the address on the online application. Your forms and your lease
have a suite on them. Your other application had a suite number/letter. So, I have rolled the application
back to 'New' status so that you can go into your online application in your myAlaska and add the suite.

ANSWER: Completed 1/14/19, Suite letter added to application.

o When you resubmit your online application, the system will generate an updated Public Notice, and
Advertisement Notice template. You will need these for some of your corrections.

ANSWER: SEE Attached: MJ-07, MJ-08 and Publisher's Affidavit.

2. MJ-01 Operating Plan

o Page 2, 2.1: why do you talk about marijuana being grown in this box?. This is an application for a
manufacturing facility not a cultivation. Please correct this box accordingly.

ANSWER: The phrase "marijuana product are grown" was used within the string of activities that designate a Restricted Access Area. I didn't realize it would be that confusing. I have revised Page 2, 2.1 to reflect your concern, I have taken the entire string out. Please SEE attached, Page 2, 2.1.

o Page 4, 3.6: can you please send me a separate sheet with your answer for this box. Leave this one as is,
I just need a separate version that is a little bigger, and clearer (it's too blurry).

ANSWER: Please SEE attached, Page 4, 3.6.

3. MJ-02 Premises Diagram

(your diagrams need some work, please re-do them to clean the up with all the requirement of each as indicated on the MJ-02 guidelines, and do color code).

o Correct the license number on every single diagram.

ANSWER: See attached.

o The legend/key and text on the diagrams are too blurry, I cannot read them.

ANSWER: See attached.

o I cannot tell which is the red outline and which is the burgundy outline.

ANSWER: See attached.

o Do use color to depict the entire perimeter of the proposed licensed premises, and a different color to
outline the restricted access area(s) within the licensed premises – get rid of the text "Restricted access
area" use outline instead (usually, in a manufacturing facility, the entire licensed is also the Restricted Access area). Use the same color outline but label the outline as both licensed premises and restricted
access area.

ANSWER: See attached.

o However, the bathrooms need to be outlined/shaded a different color and labeled as licensed premises
but not restricted access area.

ANSWER: See attached.

o Clearly label the entrances and exits, including doors within the licensed premises

ANSWER: See attached.

o You state you have a fence around the exterior waste storage. Is this exterior waste storage accessible
from within (not having to go outside for it)?. Please clearly show, the entire perimeter of the licensed
premises must be all connected. Marijuana waste storage must be under the licensed premises perimeter, and be a restricted access area.

ANSWER: See attached.

4. MJ-05 Manufacturing Supplemental

o Page 3, 4.2: please add to this box the ratio of marijuana waste, including expired or

outdated marijuana
products, to compostable/non-compostable material you will use to mix with the marijuana waste.

ANSWER: See attached.

o Below is a list of the products you submitted. Some need corrections, it will be stated.

Hashade: a marijuana product may not be labeled as organic. Please remove the word 'organic'
from the label(s).

ANSWER: See attached.

Premium Infused Honey: a marijuana product may not be labeled as organic. Please remove the
word 'organic' from the label(s).

ANSWER: See attached.

Premium Infused Almond Butter: a marijuana product may not be labeled as organic. Please remove the word 'organic' from the label(s).

ANSWER: See attached.

Premium Infused Cashew Butter: a marijuana product may not be labeled as organic. Please remove the word 'organic' from the label(s).

ANSWER: See attached.

Premium Infused Peanut Butter: a marijuana product may not be labeled as organic. Please remove the word 'organic' from the label(s).

ANSWER: See attached.

Premium Infused Pecan Butter: a marijuana product may not be labeled as organic. Please remove the word 'organic' from the label(s).

ANSWER: See attached.

***Please also See attached, two (2) new product(s) added since letter of incomplete: 1. Premium Infused Hash Pops (Cookies & Cream), 2. Premium Infused Hash Pops (Chocolate).**

5. MJ-07 Public Notice Posting Affidavit

o Please post the updated Public Notice that should have generated when you updated the

address on
your online application at both the location of the proposed manufacturing facility and another conspicuous location (Three Bears in Kenai is fine) for 5 days.

ANSWER: An Updated Public Notice was posted on the location of our proposed manufacturing facility (12516 Kenai Spur Hwy, Suite A, Kenai, AK 99611) and at the location, Three Bears, detailed on form MJ-07 Public Notice Posting Affidavit on the date January 14, 2019.

o You will need to complete and submit a brand new MJ-07.

ANSWER: See attached.

6. MJ-08 Local Government Notice Affidavit

o Provide a copy of the updated Public Notice that should have generated when you updated the address
on your online application to the City of Kenai, AND the Kenai Peninsula Borough. This Public Notice
should include the suite number/letter.

ANSWER: An Updated Public Notice was provided to the City of Kenai and the Kenai Peninsula Borough on January 14, 2019.

o You will need to complete and submit a brand new MJ-08.

ANSWER: See attached.

7. Publisher's Affidavit

o Please run a one-time correction newspaper ad that includes the suite number/letter (A). If necessary,
bring the updated Advertisement Notice template to the newspaper which, by now, you should have
already updated. See Online Application bullet point above.

ANSWER: An updated Advertisement Notice was provided to the Peninsula Clarion on January 14, 2019, the Advertisement Notice ran as prescribed in the Wednesday, 1/16/19, Peninsula Clarion.

o I will need the publisher's affidavit along with a copy of the newspaper for this ad.

ANSWER: See attached.

8. Entity Documents

o The LLC's Operating Agreement you submitted with this application is not signed by the members. Please
sign the Operating Agreement, and resubmit it.

ANSWER: See attached.

9. Proof of Possession for Proposed Premises

o The proposed premises is a house, correct? Will there be someone living there? Call me.

ANSWER: No, the premise is not a house, its a commercial retail establishment, zoned accordingly.

o On section 1 of the lease, the expiration of the lease was 12.31.18, please provide the renewal of the
lease.

ANSWER: SEE Attached, updated 2019 lease.

o On section 5 (b) of the lease, the underlined MCB required disclaimer references a 'marijuana retail
establishment'. This is an application for a marijuana product manufacturing facility, and if you are
specifically going to reference the type of marijuana establishment then it must be the correct one.
Please fix it.

ANSWER: SEE attached, lease was revised to reflect "marijuana product manufacturing facility".

10. Food Safety Permit Application

o The copy of the application from DEC-Food Establishment Permit you submitted with this application is
not stamped as received by DEC. Please submit the application to Alaska DEC-Food Safety and make sure
they stamp it as received. Send me a copy.

ANSWER: SEE attached.

11. Alaska Residency

o Marc and Roger, please apply for your Permanent Fund Dividend and let me know when have done so.
If either of you truly do not intend to apply for the PFD this year, I need to know as well.

ANSWER: Both Roger and I have applied for our 2019 PFD.

photo

Marc Theiler
CEO, Red Run Cannabis Company
(907) 953-9453 | marc@redruncannabiscompany.com
redruncannabiscompany.com
5455 Kenai Spur Hwy, Kenai, AK 99611