



## MEMORANDUM

TO: Marijuana Control Board

DATE: Friday, June 11, 2021

  
FROM: James Hoelscher, Enforcement Supervisor

RE: Enforcement Report, Marijuana

AMCO Enforcement's Investigator Chiesa will laterally transfer to the Mat-Su Valley and became our new MATSU Valley Investigator. AMCO will recruit and hire a new Investigator for Fairbanks. We have planned this transfer as to have a minimal impact on Fairbanks licensees and it is our goal to have the new Fairbanks Investigator hired and trained prior to Chiesa's transfer date. We are pleased to know the Mat-Su valley will have a dedicated Investigator, especially one of Chiesa's caliber, working full-time in the Mat-Su borough.

During a week in May, AMCO Enforcement held our bi-annual training and meeting after having to postpone time since our last training in December of 2019. We reviewed policies, conducted firearms, taser and first aid trainings and attended an online training symposium held by the NLLEA.

AMCO Investigator Chiesa traveled to Bethel the first part of June to instruct Officers attending the Rural Law Enforcement training. Over two days, Chiesa instructed the topics of Taser Certification and Alcohol & Marijuana Regulatory Enforcement. I spoke with the Academy Director, Michael Dekreon, he relayed to me that he was appreciative of AMCO being available to instruct and was impressed with the professionalism of our office and Investigator Chiesa. He also informed me that he would like to continue to have AMCO teach at their basic and advanced academies.

We have been conducting numerous inspections, ranging from new licenses to follow-up inspections of licenses that were inspected virtually in the past year and half.

AMCO Enforcement has continued to work on the principles set by both boards and have continued to partner with other agencies to achieve mutual goals of compliance and enforcement. For example, AMCO Enforcement, with Investigator Hamilton as case investigator and the Anchorage Police Department worked collaboratively in a successful, safe investigation that has led to the indictment of Jeffery Toole (age 31 of Chugiak), the owner of an unlicensed online marijuana delivery service, akropdrop (A Krop Drop), by an Anchorage Grand Jury.

AMCO Enforcement has also successfully worked with the Soldotna Police Department with an investigation of a non-licensee that was reported to allow patrons to bring alcoholic beverages onto the premises for the purposes of illegal consumption. "Mixers" were knowingly being provided by the establishment as drink additive and/or enhancements to the illegal alcohol, all of which is a violation of State of Alaska Title 4 liquor statutes.



April 29, 2021

Marijuana Control Board  
Alcohol & Marijuana Control Office  
550 W. 7th Avenue, Suite 1600  
Anchorage, AK 99501

**Re: Failure to pay taxes under AS 43.61.010 by licensed marijuana cultivation facilities**

Pursuant to Alaska Statutes and Regulations, AS 43.05.230(e), AS 43.61.030 and 15 AAC 61.020, the Department of Revenue will inform the Marijuana Control Board of licensed cultivators that have failed to pay tax due or file a return as required by law.

As of April 28, 2021, there were 11 licensed cultivation facilities that failed to pay marijuana excise taxes as required under AS 43.61.010. The list below does not include accounts that are compliant on payment plans or out of business. It also does not include accounts that have past due balances under \$200. If we reported the total number of past due accounts for tax periods through February 28, 2020, we would report 46 licensed cultivators owing a total of \$1,965,407.

AMCO Cultivator Name	License	Balance
50 SHADES OF GREEN LLC	14956	\$ 16,615
ACP, LLC	20716	\$ 48,944
ALASKA CANNABIS COMPANY	12618	\$ 147,635
ALASKA PRECISION	10040	\$ 4,970
ALASKAN BLOOMS, LLC	10073	\$ 692,880
BRO BRO BUDZ, LLC.	18516	\$ 5,702
DREAM GREEN FARMS	10080	\$ 13,021
JWS ENTERPRISES	10657	\$ 8,993
LAST FRONTIER JOINT OPERATIONS LLC.	11957	\$ 55,564
NORTHERN LIGHTS CULTVATION 2	12173	\$ 422
PERMAFROST DISTRIBUTORS	11519	\$ 38,473

Sincerely,

Emily Walker, Tax Auditor  
Department of Revenue – Tax Division



May 20, 2021

Marijuana Control Board  
Alcohol & Marijuana Control Office  
550 W. 7th Avenue, Suite 1600  
Anchorage, AK 99501

**Re: Failure to pay taxes under AS 43.61.010 by licensed marijuana cultivation facilities**

Pursuant to Alaska Statutes and Regulations, AS 43.05.230(e), AS 43.61.030 and 15 AAC 61.020, the Department of Revenue will inform the Marijuana Control Board of licensed cultivators that have failed to pay tax due or file a return as required by law.

As of May 19, 2021, there were 14 licensed cultivation facilities that failed to pay marijuana excise taxes as required under AS 43.61.010. The list below does not include accounts that are compliant on payment plans or out of business. It also does not include accounts that have past due balances under \$200. If we reported the total number of past due accounts for tax periods through March 31, 2021, we would report 44 licensed cultivators owing a total of \$1,962,727.

AMCO Cultivator Name	License	Balance
50 SHADES OF GREEN LLC	14956	\$ 16,756.69
ACP, LLC	20716	\$ 62,277.71
ALASKA CANNABIS COMPANY	12618	\$ 147,938.95
ALASKA PRECISION	10040	\$ 4,980.23
ALASKAN BLOOMS, LLC	10073	\$ 691,391.49
BOREAL INC.	10514	\$ 13,224.90
BRO BRO BUDZ, LLC.	18516	\$ 5,989.24
COTTONMOUTH ROAD	17079	\$ 4,158.12
DREAM GREEN FARMS	10080	\$ 6,572.51
GREENSTAR, INC.	12872	\$ 6,013.15
HERB'N LEGENDS LLC.	15209	\$ 5,152.18
LAST FRONTIER JOINT OPERATIONS LLC.	11957	\$ 32,695.18
PERMAFROST DISTRIBUTORS	11519	\$ 38,569.04
RED FOX FARMS LLC	17778	\$ 6,415.55

Sincerely,

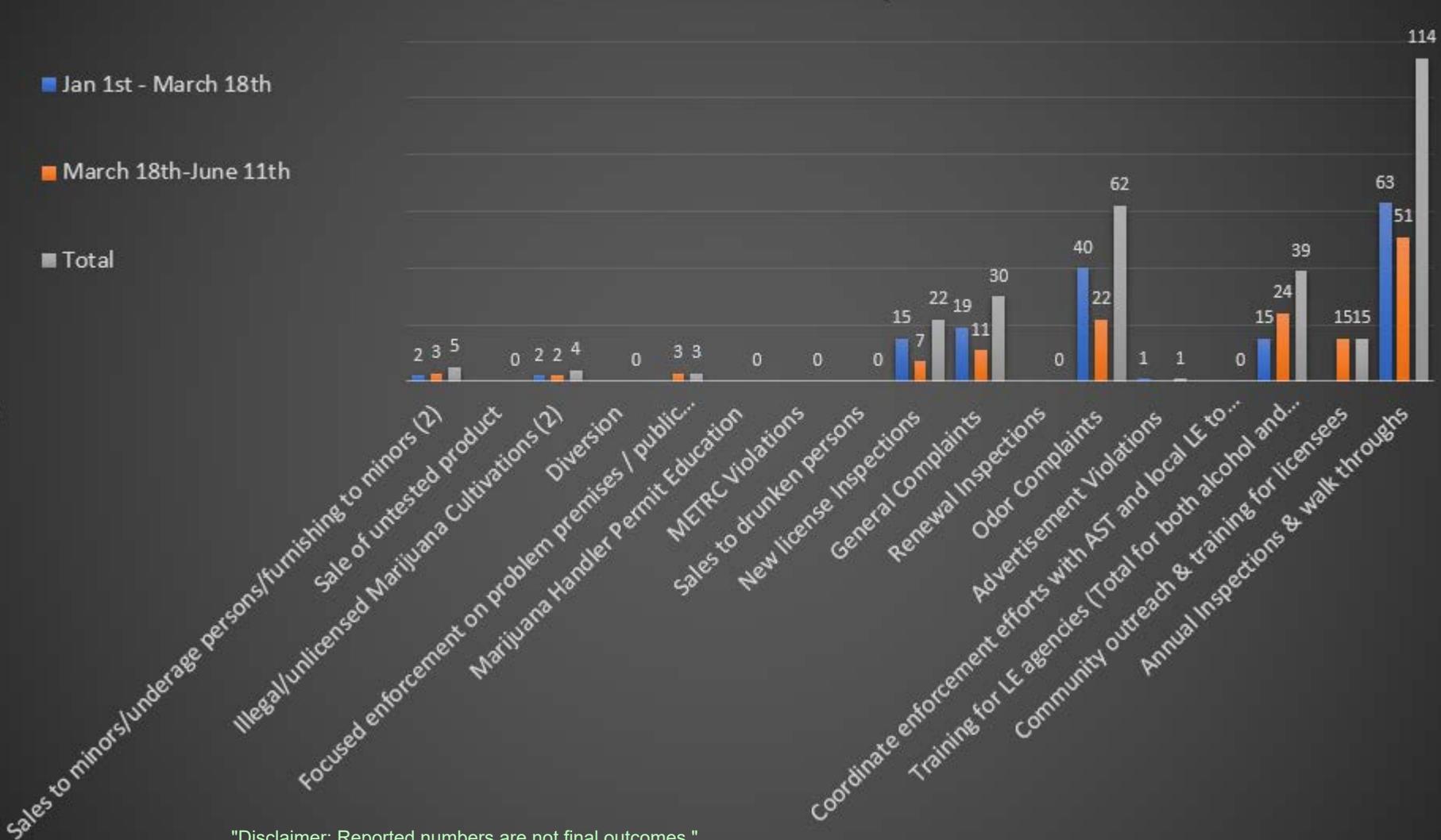
Emily Walker, Tax Auditor  
Department of Revenue – Tax Division

# MCB Enforcement Principles

■ Jan 1st - March 18th

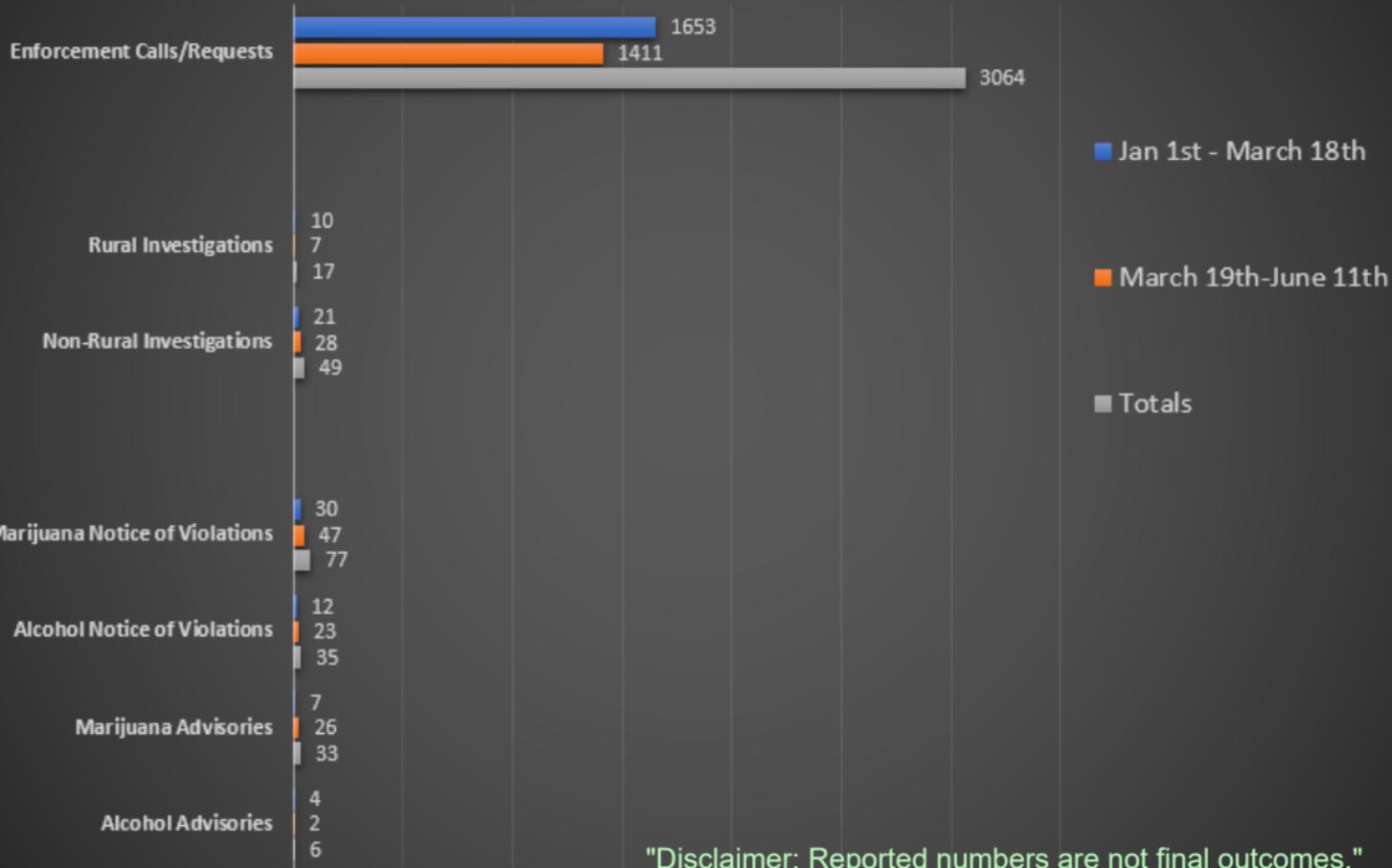
■ March 18th-June 11th

■ Total



"Disclaimer: Reported numbers are not final outcomes."

# Misc Enforcement Stats



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