

Department of Commerce, Community, and Economic Development

Alcohol and Marijuana Control Office

550 West 7th Avenue, Suite 1600 Anchorage, AK 99501 Main: 907.269.0350

MEMORANDUM

TO: Marijuana Control Board DATE: November 2, 2024

FROM: Kristina Serezhenkov, Regulations RE: New Product Fees

Specialist

This potential project was discussed at the September 2024 board meeting with attorney Jana Weltzin presenting. The board did not open a regulations project but was open to discussing this proposed change to new product fees.

Should the Board opt to open a project to address new product fees the options for the board are:

- Move to approve proposed draft and send to Law for initial review and (with Law's approval) subsequent public comment
- Move to amend proposed draft and then send to Law for initial review and (with Law's approval) subsequent public comment
- Move to send back to staff for more work
- Table the project
- Close the regulations project

From: <u>Brenda Butler</u>

To: Serezhenkov, Kristina R (CED)

Cc: <u>Jana Weltzin (jana@jdwcounsel.com); Randi Baker</u>

Subject: Re: MJ Regulations new products- upcoming November board meeting

Date: Tuesday, November 5, 2024 1:14:20 PM

Attachments: 3 AAC 306.100(c) product regulation change draft BB.docx

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Good Afternoon Kristina,

Here's the draft regulation relating to new products.

Our proposal is; first three products - \$250.00 and \$50 for each additional product. Right now for example, 6 products would cost licensees \$1500.00, this regulation change would cost licensees \$400.00.

The reason we feel that this is fair is because there are next to no "new" products being introduced to the industry that require research and/or extensive review by the licensing examiners, majority of products are director approved and currently on store shelves.

Let us know if you have any questions.

Thank you and have a wonderful day!

On Wed, Oct 30, 2024 at 1:23 PM Brenda Butler < brenda@jdwcounsel.com > wrote: Hi Kristina

We will have something to you as soon as possible, we are working on it.

Thank you and have a great day!

On Wed, Oct 30, 2024 at 1:21 PM Serezhenkov, Kristina R (CED) < kristina.serezhenkov@alaska.gov wrote:

Good afternoon,

The November board meeting is coming up and so I am reaching out to see if you have any proposed wording or drafts for changing MJ regulations relating to new products? If so, please send what you have my way soon so I can get it added to the MCB agenda.

Thank you,

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

- 3 AAC 306.100(c) is amended to read:
- (c) The non-refundable fee to request board approval of a change in a licensed marijuana establishment's business name, licensed premises diagram[,] or operating plan[,] is \$250. The non-refundable fee to request board approval of a change in a [or] proposed new marijuana product is \$250 for one to three new products and \$50 for each additional product that is submitted at the same time and on the same change application. A change fee does not apply to an application for transfer of a marijuana establishment license, transfer of controlling interest to another person, or transfer of a marijuana establishment license to another location. (Eff. 2/21/2016, Register 217; am 7/19/2017, Register 223; am 8/11/2018, Register 227; am 2/21/2019, Register 229; am 4/11/2019, Register 230; am 5/1/2019, Register 230; am 5/9/2019, Register 230, am 3/25/2020, Register 233; am 7/30/2022, Register 243; am 1/22/2023, Register 245; am 4/16/2023, Register 246; am 1/19/2024, Register 249 am ____/____, Register)

Authority: AS 17.38.150 AS 17.38.010 AS 17.38.200

> AS 17.38.070 AS 17.38.190 AS 17.38.900

AS 17.38.121