

REGULATED CANNABIS INDUSTRY

1. ALL CANNA-BUSINESSES MUST OBTAIN A STATE & CITY LICENSE

- a. City / County officials are the decision-makers for local cannabis business licensing
- b. Locality sets number of licenses for each cannabis business sector
 - i. Marijuana Compassion Center (Dispensary)
 - ii. Cultivation Center (Grows)
 - iii. Marijuana Infused Products (Makes products from raw material)
Example: Tinctures, Topicals, Concentrates, Edibles, etc.
 - iv. Testing Facility

2. ALL CANNABIS IS TRACKED, REPORTED & MONITORED

- a. ALL Canna-businesses must utilize METRC compliance software. Monthly fee.
- b. All internal & license-to-license plant/product movement must be recorded in METRC.
- c. All entries sync in real-time and are reflected on license holder computer network & in METRC
- d. All Cannabis businesses must purchase RFID (Radio Frequency ID) tags from METRC
 - i. Plant Tags – stay with the plant thru its entire lifecycle (each is individualized & entered in METRC)
 - ii. Product Tags –once a plant is harvested it gets a product tag that travels with product until purchased by consumer, each is individualized & entered into METRC
 - iii. If you run out of tags you are stuck. No movement w/in facilities / no sales

3. ALL MOVEMENT OF PLANT MATERIAL & PRODUCTS BETWEEN LICENSE HOLDERS MUST BE ENTERED IN STATE TRACKING SOFTWARE & ACCOMPANIED W/A TRANSFER MANIFEST

- a. License # both canna-businesses, both addresses, the physical path that will be taken to for delivery, driver name, driver phone number, license plate, make/model of vehicle, time transfer will leave location, time of arrival.
- b. Upon delivery, license holder must “accept or reject” package in METRC

4. ALL RAW PLANT MATERIAL & PRODUCTS MUST BE 3RD PARTY TESTED

- a. Plant/Product potency, clean of pesticides/chemicals, no microbial detection, no residual solvents
- b. Must pass prior to being sellable

5. INSPECTIONS SCHEDULED / ANNUAL / RANDOM

- a. Marijuana Enforcement Division (MED)
- b. Department of Agriculture
- c. EPA
- d. OSHA
- e. Fire Department / Hazmat