

RULE-MAKING ORDER PERMANENT RULE ONLY

CR-103P (December 2017) (Implements RCW 34.05.360)

CODE REVISER USE ONLY

OFFICE OF THE CODE REVISER STATE OF WASHINGTON FILED

DATE: July 07, 2021 TIME: 11:54 AM

WSR 21-14-113

Agency: Washington State Liquor and Cannabis Board
Effective date of rule: Permanent Rules □ 31 days after filing. □ Other (specify) (If less than 31 days after filing, a specific finding under RCW 34.05.380(3) is required and should
be stated below)
Any other findings required by other provisions of law as precondition to adoption or effectiveness of rule? ☐ Yes ☐ No ☐ If Yes, explain:
Purpose: WAC 314-55-075 – Marijuana [Cannabis] producer license – Privileges, requirements and fees. The Washington State Liquor and Cannabis Board (Board) has adopted rule amendments to expand the plant canopy square footage allowed for licensed Tier 1 marijuana [cannabis] producers.
Citation of rules affected by this order:
New: Repealed: Amended: WAC 314-55-075 Suspended:
Statutory authority for adoption: RCW 69.50.342; RCW 69.50.345.
Other authority:
PERMANENT RULE (Including Expedited Rule Making) Adopted under notice filed as WSR 21-10-040 on April 28, 2021 (date). Describe any changes other than editing from proposed to adopted version: There were no changes from the proposed rules to the adopted rules.
If a preliminary cost-benefit analysis was prepared under RCW 34.05.328, a final cost-benefit analysis is available by contacting:
Name: Katherine Hoffman Address: 1025 Union Avenue SE, Olympia WA 98501 Phone: 360-664-1622 Fax: 360-664-3208 TTY: Email: rules@lcb.wa.gov Web site: www.lcb.wa.gov Other:

Note: If any category is left blank, it will be calculated as zero. No descriptive text.

Count by whole WAC sections only, from the WAC number through the history note.

A section may be counted in more than one category.

The number of sections adopted in order to comply	with:					
Federal statute:	New		Amended		Repealed	
Federal rules or standards:	New		Amended		Repealed	
Recently enacted state statutes:	New		Amended		Repealed	
Γhe number of sections adopted at the request of a	nongo	overnmenta	ıl entity:			
	New		Amended		Repealed	
Γhe number of sections adopted on the agency's ον	wn initi	iative:				
	New		Amended	<u>1</u>	Repealed	
Γhe number of sections adopted in order to clarify, s	stream	nline, or ref	orm agency	procedur	es:	
	New		Amended		Repealed	
The number of sections adopted using:						
Negotiated rule making:	New		Amended		Repealed	
Pilot rule making:	New		Amended		Repealed	
Other alternative rule making:	New		Amended	1	Repealed	
Date Adopted: July 7, 2021		Signature:				
Name: David Postman				A. A.	-	
Title: Chair			<u> </u>	JUM X		

- WAC 314-55-075 Marijuana producer license—Privileges, requirements, and fees. (1)(a) A marijuana producer license allows the licensee to produce, harvest, trim, dry, cure, and package marijuana into lots for sale at wholesale to marijuana processor licensees and to other marijuana producer licensees. A marijuana producer may also produce and sell:
- (i) Marijuana plants, seed, and plant tissue culture to other marijuana producer licensees;
- (ii) Immature marijuana plants or clones and marijuana seeds to members of a registered cooperative, qualifying patients, or designated providers under the conditions provided in this chapter; and
- (iii) Immature marijuana plants or clones and marijuana seeds to a licensed marijuana researcher under the conditions provided in this chapter.
- (b) Marijuana production must take place within a fully enclosed secure indoor facility or greenhouse with rigid walls, a roof, and doors. Outdoor production may take place in nonrigid greenhouses, other structures, or an expanse of open or cleared ground fully enclosed by a physical barrier. To obscure public view of the premises, outdoor production must be enclosed by a sight obscure wall or fence at least eight feet high. Outdoor producers must meet security requirements described in WAC 314-55-083. An outdoor grow must be physically separated at least twenty feet from another licensed outdoor grow. In addition, outdoor grows cannot share common walls or fences.
- (2) The application fee for a marijuana producer license is two hundred fifty dollars. The applicant is also responsible for paying the fees required by the approved vendor for fingerprint evaluation.
- (3) The annual fee for issuance and renewal of a marijuana producer license is one thousand dollars. The annual fee for issuance and renewal of a marijuana producer license is one thousand three hundred eighty-one dollars. The WSLCB will conduct random criminal history checks at the time of renewal that will require the licensee to submit fingerprints for evaluation from the approved vendor. The licensee is responsible for all fees required for criminal history checks.
- (4) The application window for marijuana producer licenses is closed. The WSLCB may reopen the marijuana producer application window at subsequent times when the WSLCB deems necessary.
- (5) Any entity and/or principals within any entity are limited to an interest, as defined in WAC 314-55-035, in no more than three marijuana producer licenses.
- (6) The maximum amount of space for marijuana production cannot exceed the amount licensed. Applicants must designate on their operating plan the size category of the production premises and the amount of actual square footage in their premises that will be designated as plant canopy. There are three categories as follows:
 - (a) Tier 1 Less than ((two)) four thousand square feet;
- (b) Tier 2 (($\overline{\text{Two}}$)) Four thousand square feet up to ten thousand square feet; and
- (c) Tier 3 Ten thousand square feet up to thirty thousand square feet.
- (7) The WSLCB may reduce a licensee's or applicant's square footage designated to plant canopy for the following reasons:

- (a) If the amount of square feet of production of all licensees exceeds the maximum square feet the WSLCB will reduce the allowed square footage by the same percentage.
- (b) If fifty percent production space used for plant canopy in the licensee's operating plan is not met by the end of the first year of operation the WSLCB may reduce the tier of licensure.
- (8) If the total amount of square feet of marijuana production exceeds the maximum square feet, the WSLCB reserves the right to reduce all licensee's production by the same percentage or reduce licensee production by one or more tiers by the same percentage.
- (9) The maximum allowed amount of marijuana on a producer's premises at any time is as follows:
- (a) Outdoor or greenhouse grows One and one-quarter of a year's harvest; or
 - (b) Indoor grows Six months of their annual harvest.
- (10) A producer may not treat or otherwise adulterate useable marijuana with any organic or nonorganic chemical or other compound whatsoever to alter the color, appearance, weight, or smell of the useable marijuana.
- (11) A marijuana producer must make quality assurance test results available to any processor purchasing product. A marijuana producer must label each lot of marijuana with the following information:
 - (a) Lot number;
 - (b) UBI number of the producer; and
 - (c) Weight of the product.