



Washington State Liquor and Cannabis Board Meeting

Wednesday, October 14, 2020, 10:00 am
This meeting was held via conference call

Meeting Minutes

1. CALL TO ORDER

Chair Jane Rushford called the regular meeting of the Washington State Liquor and Cannabis Board to order at 10:00 am on Wednesday, October 14, 2020. Member Ollie Garrett and Member Russ Hauge were also present.

2. APPROVAL OF MEETING MINUTES

MOTION: Member Garrett moved to approve the September 30, 2020, Board meeting minutes.

SECOND: Member Hauge seconded.

ACTION: Motion passed unanimously.

3. ALCOHOL RELATED RULEMAKING TIMELINES

Presenter – Audrey Vasek, Policy and Rules Coordinator

- Student Tasting and Permits
 - CR 102 approved September 30
 - Public hearing scheduled for November 18
- Distilleries Alternating Proprietorships
 - Developing draft rules
- Implementation of E2SSB 5549
 - Developing draft rules
- Implementation of the other four bills
 - 6392 – Local wine association license
 - 5006 – On premises consumption
 - 6095 – Common carrier license
 - 2412 – Keg registration
 - Draft rules shared with stakeholders
 - Analyzing feedback

4. CANNABIS RELATED RULEMAKING AND TIMELINES

Timelines

Presenter – Casey Schaufler, Policy and Rules Coordinator

- Tier I Expansion
 - Updating survey, will invite additional licensees to participate next week
- Marijuana Vapor Products
 - CR 102 scheduled for early to mid-December
- 6206 – Certificate of Compliance
 - CR 102 tentatively scheduled for October 28, possibly later

ACTION ITEMS (A-B)

Presenter – Kathy Hoffman, Policy and Rules Manager

ACTION ITEM 4A - Board Rescission of Board Interim Policy 06-2018 – Personal Funds for Business

Ms. Hoffman first started with an update on marijuana quality control rules. She reminded that the Supplemental CR 102 was approved on September 30, adding that no comments had been received.

Ms. Hoffman began the briefing with materials (HANDOUT 4A 1).

Ms. Hoffman: This Board Interim Policy (BIP) was approved on December 12, 2018, shortly after the CR 101 was filed to begin consideration of rule revision regarding true party of interest provisions described in WAC 314-55-035. This policy provided that after licensure, true parties of interest, including financiers, must continue to disclose the source of funds for all money invested in a license. However, if the source of those funds was an identified owner on the license, the LCB would allow the funds to be used upon receipt of the application. In some cases, applicants needed immediate access to funds to support business expenses. This BIP provided for this to happen while the agency was vetting the funds.

The end date of this BIP was upon adoption of rules to implement policy. The Board adopted the final rules for true party of interest on September 2, 2020, and those rules became effective on October 3, 2020. This policy was incorporated into those rules, and as a result BIP 06-2018 is no longer necessary.

If approved, BIP 06-2018 will be rescinded and notice will be sent to stakeholders through the general LCB GovDelivery system and posted on the agency website.

MOTION: Member Hauge moved to rescind Board Interim Policy 06-2018 – Personal Funds for Business

SECOND: Member Garrett seconded.

ACTION: Motion passed unanimously.

ACTION ITEM 4B - Board Re-Adoption of CR 103 for Marijuana Consultation and Education Program

Ms. Hoffman began the briefing with materials (HANDOUTS 4B 1-5).

Ms. Hoffman: Since I provided an extensive background on this at the Board meeting on September 30, I won't revisit this today unless there are questions.

I did present this CR 103 for your approval on September 30. After your approval. I attempted to file with the Code Reviser, but as a result of a technicality the package wasn't accepted because we were attempting to file two weeks earlier than the stated date noted in the CR 102 form that was filed in August.

The only revision to the package before you is the date of adoption, which, if approved, aligns with the CR 102. If approved I will re-file with the Code Reviser making the effective date November 14, 2020.

This does not preclude licensees from submitting request for consultation at the end of the month, as would have been the case if the rule had been filed on September 30. Nor will it delay any of the internal or external training plans, communications or other measures we described in the CR 103 memo. The concise explanatory statement is the same, et cetera.

MOTION: Member Garrett moved to adopt the CR 103 for Marijuana Consultation and Education Program

SECOND: Member Hauge seconded.

ACTION: Motion passed unanimously.

Chair Rushford: Thank you for bringing these items today, Kathy. Anything additional before we move to the next agenda item?

Ms. Hoffman: Nothing further from the policy and rules team, thank you very much.

5. GENERAL PUBLIC COMMENT

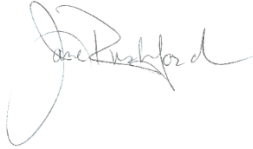
Chair Rushford: Dustin, did anyone sign in prior to this agenda item?

Dustin Dickson: Chair, we do not have anyone registered to speak for general comments today.

6. ADJOURN

Chair Rushford thanked everyone for attending and adjourned the meeting at 10:11am.

Minutes approved this 28th day of October, 2020.



Jane Rushford
Board Chair



Ollie Garrett
Board Member



Russ Hauge
Board Member

Minutes prepared by: Dustin Dickson, Executive Assistant to the Board

LCB Mission - Promote public safety and trust through fair administration and enforcement of liquor, cannabis, tobacco, and vapor laws.

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