



Washington State  
**Liquor and Cannabis Board**

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October 14, 2020

**To:** Jane Rushford, Board Chair  
Ollie Garrett, Board Member  
Russ Hauge, Board Member

**From:** Kathy Hoffman, Policy and Rules Manager

**Copy:** Rick Garza, Agency Director  
Megan Duffy, Deputy Director  
Justin Nordhorn, Chief of Enforcement  
Becky Smith, Licensing Director

**Subject:** Request for approval to rescind Board Interim Policy (BIP) 06-2018 regarding allowing marijuana licensees to spend their own money on their businesses prior to the Board vetting the funds

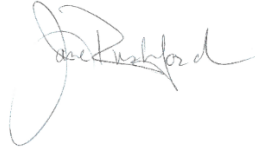
On December 12, 2018, BIP 06-2018 was approved to provide that after licensure, a true party of interest, including financiers, must continue to disclose the source of funds for all moneys invested in the licensed business. If the source of funds was an identified owner on the license, the WSLCB would allow these funds to be used upon receipt of the application. The WSLCB would then investigate the source of funds. If the source of funds is questionable, unverifiable, or determined by the WSLCB to be gained in a manner which is in violation of law, the WSLCB may revoke the license.

This policy was designed to be rescinded upon adoption of rules to implement this policy.

On September 2, 2020 the Board adopted new sections and revisions to WAC 314-55-035, regarding marijuana true parties of interest. The content of BIP 06-2018 was incorporated into the adopted rules, filed as WSR #20-18-099. The rules became effective on October 3, 2020. As a result, BIP 06-2018 is no longer necessary.

If this request is approved, BIP 13-2019 will be rescinded and notice will be sent to stakeholders through the general LCB GovDelivery system, and posted on the agency website.

Approve  Disapprove



10.14.2020

Jane Rushford, Chair

Date

Approve  Disapprove



10.14.2020

Ollie Garrett, Board Member

Date

Approve  Disapprove



10.14.2020

Russ Hauge, Board Member

Date