Submitted by: Chair of the Assembly at the

Request of the Mayor

Prepared by: Municipal Clerk's Office,

Planning Department,

Office of Economic and Community

Development, and Assembly Counsel

Reviewed by: Department of Law

For reading: May 7, 2019

ANCHORAGE, ALASKA AO No. 2019-66

AN ORDINANCE OF THE ANCHORAGE MUNICIPAL ASSEMBLY MAKING TECHNICAL CORRECTIONS TO MUNICIPAL MARIJUANA LICENSING AND ALLOWING ON-SITE CONSUMPTION OF EDIBLE MARIJUANA PRODUCTS AT LICENSED, FREESTANDING RETAIL MARIJUANA STORES THAT HAVE A MUNICIPAL ENDORSEMENT BY AMENDING ANCHORAGE MUNICIPAL CODE CHAPTER 10.80 AND AMENDING SECTION 14.60.030 FOR CORRESPONDING CIVIL FINES.

THE ANCHORAGE ASSEMBLY ORDAINS:

<u>Section 1.</u> Anchorage Municipal Code section 10.80.010 is hereby amended to read as follows (the remainder of the section is not affected and therefore not set out):

10.80.010 License restrictions.

 F. A licensed marijuana retail establishment may not allow on-site consumption unless it has a current and valid municipal on-site consumption endorsement.

(AO No. 2016-16(S), § 1, 2-9-16; AO No. 2017-71(S), § 1, 4-25-17; AO No. 2017-95(S), § 1, 5-1-17)

Section 2. Anchorage Municipal Code section 10.80.020 is hereby amended to read as follows:

 10.80.020 Application for new, renewal or transfer of license–State application forms incorporated.

An applicant for a new, renewal or transfer of a municipal marijuana establishment license must have submitted [TO THE STATE MARIJUANA CONTROL BOARD] a[N] state marijuana establishment license application in accordance with 3 AAC 306.020 and that application must be deemed complete[D] by the director of Alcohol & Marijuana Control Office [BOARD FOR A STATE MARIJUANA ESTABLISHMENT LICENSE, AND MUST FILE WITH THE MUNICIPAL CLERK A COPY OF ALL MATERIALS THE APPLICANT SUBMITTED TO THE MARIJUANA CONTROL BOARD IN ACCORDANCE WITH 3 AAC 306.020].

(AO No. 2016-16(S), § 1, 2-9-16)

<u>Section 3.</u> Anchorage Municipal Code section 10.80.021 is hereby amended to read as follows (the remainder of the section is not affected and therefore not set out):

10.80.021 Application for new license-Supplemental municipal marijuana establishment license application.

In addition to confirmation from the state of a deemed complete application as [THE MATERIALS] required by section 10.80.020, an applicant for a new municipal marijuana establishment license must submit to the planning department [MUNICIPAL CLERK] a municipal marijuana establishment license application, which shall be submitted on a form prescribed by the municipal clerk, and which shall provide the municipality with all information necessary to ensure that the applicant complies with supplemental standards contained in this chapter. Such information shall include, without limitation:

(AO No. 2016-16(S), § 1, 2-9-16)

<u>Section 4.</u> Anchorage Municipal Code section 10.80.026 is hereby amended to read as follows:

10.80.026 Municipal application procedure <u>for new license or</u> endorsement.

- A. An applicant must initiate a new marijuana establishment license application only after submitting to the state <u>Alcohol and Marijuana Control Office</u> [MARIJUANA CONTROL BOARD] a complete application for a related state marijuana establishment license.
- B. If an applicant for a new municipal marijuana retail store license or the holder of a valid municipal marijuana retail store license is applying for a municipal endorsement for on-site consumption, the application shall contain the information required by section 10.80.306D. [RESERVED].
- C. The applicant must pay to the Municipality the application and licensing fees set out in section 10.80.100.
- D. New application: When [THE MUNICIPAL CLERK RECEIVES] an application for a new marijuana establishment license and special land use permit is received, the director of the planning department [MUNICIPAL CLERK] shall determine if the application is complete. If the director [MUNICIPAL CLERK] determines the application is complete, the director [MUNICIPALITY] shall as soon as is practicable give written notice to:
 - 1. The applicant; and

- 2. Reserved.
- 3. The community council in which the proposed licensed premises is located;
- 4. Reserved.
- E. If an application for a marijuana establishment license is incomplete, the <u>director of the planning department</u> [MUNICIPAL CLERK] shall notify the applicant by electronic mail at the address provided by the applicant, and
 - Return an incomplete application in its entirety to the applicant; or
 - 2. Request the applicant to provide additional identified items needed to complete the application.
- F. When the <u>director of the planning department</u> [MUNICIPAL CLERK] informs an applicant that its application is incomplete as provided in subsection E., the applicant must complete the application not later than 90 days after the date of the <u>director's</u> [MUNICIPAL CLERK'S] notice. If an applicant fails to complete its application during the 90-day period after the <u>director's</u> [MUNICIPAL CLERK'S] notice, the applicant must file a new application.

(AO No. 2016-16(S), § 1, 2-9-16; AO No. 2017-71(S), § 3, 4-25-17)

<u>Section 5.</u> Anchorage Municipal Code section 10.80.036 is hereby amended to read as follows (the remainder of the section is not affected and therefore not set out):

- 10.80.036 Municipal application for renewal of license <u>or endorsement</u>; failure to timely renew results in potential closure; expiration results in termination of license, <u>endorsement</u> and special land use permit.
- A. On or before May 1 of each year, the municipal clerk shall send notice that a marijuana establishment with a license in active and operating status must file a renewal application not later than June 30 of the current year. Renewal applications filed after that date are delinquent and subject the marijuana establishment to potential closure pending approval of the application as described in subsection G. Renewal applications for the next license period will be accepted by the municipal clerk's office only between May 1 and August 31, inclusive.
- B. A marijuana establishment's renewal application must include:
 - Identification of the license sought to be renewed by license number, <u>endorsement</u>, license type, establishment name, and premises address;
- G. Expiration. All marijuana establishment licenses and endorsements expire at 12:00 midnight on August 31 of each year, unless a different

date is set in the assembly resolution approving the license or endorsement.

*** *** ***

(AO No. 2016-16(S), § 1, 2-9-16; 2017-71(S), § 4, 4-25-17; AO No. 2017-95(S), § 2, 5-1-17)

Section 6. Anchorage Municipal Code section 10.80.045 is hereby amended to read as follows (the remainder of the section is not affected and therefore not set out):

- 10.80.045 Application for License Transfer. Procedures for change in or transfer of a controlling interest in a license issued to non-natural persons, for a transfer of license, transfer of a license with an endorsement, and for temporary operation following the death of an individual.
- A. General provisions. Except as otherwise provided in this section, a person may not receive or transfer a marijuana establishment license or controlling interest in a marijuana establishment license issued to a partnership, including a limited partnership, a limited liability company, or a corporation, without applying for the transfer and receiving the written consent of the assembly. Transfer of a controlling interest in a license includes a sale of all or part of the interest of an individual owner, and numerous separate transfers that in the aggregate amount to more than 50 percent of the ownership interest or the voting shares of a corporation.
- B. Exceptions.

- 1. A transfer of a license with or without any associated endorsement issued to an individual as a sole proprietor to a limited liability company or a corporation with a single member or shareholder whom is the same individual may be approved by the municipal clerk. Any procedure in this section for a public hearing or assembly consideration or action is not applicable.
- C. Procedure. An application for transfer with or without any associated endorsement must be filed in writing on a form the municipal clerk prescribes within 10 days of the effective date of an agreement or contract for such a transfer, in compliance with the application procedure set out in section 10.80.026. Regardless of any private agreement terms, a transfer of the license or of a controlling interest in a license is not effective until after approval. The application must name the current holder(s) of the marijuana establishment license and the proposed transferee(s), including all persons listed in 3 AAC 306.020 if a transferee is a partnership, limited liability company, or a corporation. The application must contain:

*** *** **

- 4. A municipal on-site consumption endorsement may only be transferred to another person if the license for which the endorsement was issued is also transferred to that person.
- D. Action by the municipal clerk. When the municipal clerk receives a complete application for a transfer of a license with or without any associated endorsement to another person, the municipal clerk shall immediately:

*** *** ***

(AO No. 2016-16(S), § 1, 2-9-16; AO No. 2017-71(S), § 6, 4-25-17; AO No. 2017-95(S), § 3, 5-1 17; AO No. 2018-96(S), 11-7-18)

<u>Section 7.</u> Anchorage Municipal Code section 10.80.061 is hereby amended to read as follows:

10.80.061 Protest to State Marijuana Control Board by municipality.

- A. The municipal clerk shall protest a state marijuana establishment license or endorsement application if:
 - 1. The applicant proposes to operate a marijuana establishment within the municipality, and
 - 2. Does not possess all licenses, <u>permits</u> and approvals needed to operate a marijuana establishment <u>or endorsement activity</u> within the municipality.
- B. The assembly may recommend that the State Marijuana Control Board approve an application for a new state license, renewal of a state license, [OR] transfer of a state license with or without an associated endorsement to another person, or application for a new endorsement subject to a condition or conditions. In such circumstances, the municipal clerk shall request that a protest to the State Marijuana Control Board be lifted upon fulfillment of such condition or conditions.

(AO No. 2016-16(S), § 1, 2-9-16; AO No. 2018-96(S), 11-7-18)

Section 8. Anchorage Municipal Code section 10.80.065 is hereby amended to read as follows:

10.80.065 Public participation.

A person may comment on an application for a new license, renewal of a license, transfer of a license, [OR] transfer of a controlling interest in a license with or without any associated endorsement, or application for a new endorsement by submitting a written statement to the municipal clerk. If a public hearing is held, a person may also give oral testimony at the public hearing held in accordance with section 10.80.071.

(AO No. 2016-16(S), § 1, 2-9-16; AO No. 2017-71(S), § 8, 4-25-17; AO No. 2018-96(S), 11-7-18)

<u>Section 9.</u> Anchorage Municipal Code section 10.80.071 is hereby amended to read as follows:

10.80.071 Public hearing.

- A. The assembly will hold a hearing to ascertain the reaction of the public to a new application for a marijuana establishment. The hearing will be consolidated with the hearing required by section 21.03.105 on the applicant's associated application for a special land use permit.
- B. The assembly may hold a hearing to ascertain the reaction of the public to an application for a renewal of a license, transfer of a license, or transfer of a controlling interest in a license. [THE MUNICIPALITY WILL SEND NOTICE OF A HEARING TO EACH COMMUNITY COUNCIL IN THE AREA OF THE PROPOSED PREMISES.]
- C. The assembly will hold a hearing to ascertain the reaction of the public to a new application for an on-site consumption endorsement. The hearing may be consolidated with the hearing required for a new application for a marijuana establishment license under A. of this section. The assembly may hold a hearing to ascertain the reaction of the public to an application for renewal of an on-site consumption endorsement.
- D. If a hearing is held pursuant to this section, the municipality shall send notice of a hearing to each community council within 1000 feet of the proposed premises.

(AO No. 2016-16(S), § 1, 2-9-16; AO No. 2018-96(S), 11-7-18)

Section 10. Anchorage Municipal Code section 10.80.076 is hereby amended to read as follows (the remainder of the section is not affected and therefore not set out):

10.80.076 Procedure for action on license <u>or endorsement</u> application; commencement of operations.

- B. The assembly will consider any written objection, suggested condition, or petition, and any testimony received at a public hearing held under section 10.80.071 when it considers the application. The municipal clerk will retain the written objection, suggested condition, or petition as part of the record of the assembly's review of an application.
 - 1. On an application for renewal of a license or endorsement, the assembly may add, remove, or modify conditions of the license.

2. On an application for transfer of a license, with or without any associated endorsement, or transfer of a controlling interest in a license, the assembly may add, remove, or modify conditions of the license, including conditioning its grant of the transfer on satisfaction of any such conditions of the transfer or imposed on the transferees.

(AO No. 2016-16(S), § 1, 2-9-16; AO No. 2017-71(S), § 10, 4-25-17; AO No. 2017-95(S), § 5, 5-1-17; AO No. 2018-96(S), 11-7-18)

<u>Section 11.</u> Anchorage Municipal Code section 10.80.080 is hereby amended to read as follows (the remainder of the section is not affected and therefore not set out):

10.80.080 Denial of [LICENSE] application.

- A. After review of the application, including the applicant's proposed operating plan and all relevant information, the assembly will deny an application for a new license <u>or endorsement</u> if the assembly finds that:
 - 1. The application is not complete as required under the applicable standards sections 10.80.020—10.80.056, or contains any false statement of material fact;
 - 2. The license <u>or endorsement</u> would violate any restriction in section 10.80.010 or 10.80.011 <u>or 3 AAC 306</u>;
 - 3. The license <u>or endorsement</u> would violate any restriction applicable to the particular license type authorized under this chapter;
 - 4. The license <u>or endorsement</u> is prohibited by municipal code;
 - 5. The assembly finds that the operating plan does not adequately demonstrate that the applicant will comply with applicable standards of this chapter; or
 - 6. Issuance of the license <u>or endorsement</u> will adversely impact the health, welfare or public safety of the neighborhood in which the marijuana establishment is proposed to be located, or otherwise would not be in the best interests of the public.

D. If the assembly denies an application for a new license, renewal of a license, transfer of a license, transfer of a controlling interest in a license, or a new or renewal of an endorsement, the municipal clerk will, not later than 15 days after the meeting at which the application was denied, furnish a written statement of issues to the applicant, explaining the reason for the denial in clear and concise language, and

identifying any statute or regulation on which the denial is based. The notice of denial will inform the applicant of the right to appeal under section 10.80.095.

(AO No. 2016-16(S), § 1, 2-9-16; AO No. 2018-96(S), 11-7-18)

<u>Section 12.</u> Anchorage Municipal Code section 10.80.095 is hereby amended to read as follows:

10.80.095 Appeals.

An applicant or marijuana establishment license <u>or endorsement</u> holder aggrieved by a final decision of the assembly regarding an application for a new license, a license renewal, or a transfer may appeal to the superior court.

(AO No. 2016-16(S), § 1, 2-9-16; AO No. 2018-96(S), 11-7-18)

<u>Section 13.</u> Anchorage Municipal Code section 10.80.100 is hereby amended to read as follows (the remainder of the section is not affected and therefore not set out):

10.80.100 Fees; refund.

*** *** ***

- D. The annual license operating fee to be paid with each application for a new marijuana establishment facility license and each license renewal application is \$0, except as further described in this subsection. If the state Marijuana Control Board fails to issue a timely response to an application as described in AS 17.38.210(f), and the municipality acts on the application, the applicant must pay an annual license operating fee to the municipality as follows:
 - 1. For a marijuana retailer license, \$0;
 - 2. <u>For an on-site consumption endorsement, \$0;</u> [RESERVED]
 - 3. For a marijuana cultivation facility license, \$0;
 - 4. Reserved.
 - 5. For a marijuana product manufacturing facility license, \$0;
 - 6. For a marijuana testing facility license, \$0.

*** *** ***

(AO No. 2016-16(S), § 1, 2-9-16; AO No. 2017-71(S), § 11, 4-25-17; AO No. 2017-95(S), § 6, 5-1-17)

Section 14. Anchorage Municipal Code section 10.80.305 is hereby amended to

read as follows:

10.80.305 Retail marijuana store privileges.

- A. A licensed retail marijuana store is authorized to:
 - Sell marijuana purchased from a licensed marijuana cultivation facility, packaged and labeled as required under section 10.80.345, 3 AAC 306.470, and 3 AAC 306.475, in an amount not exceeding the limit set out in section 10.80.355, to an individual on the licensed premises for consumption off the licensed premises;
 - 2. Sell a marijuana product purchased from a licensed marijuana product manufacturing facility, packaged and labeled as required under section 10.80.345, 3 AAC 306.565 and 3 AAC 306.570, in a quantity not exceeding the limit set out in section 10.80.355, to an individual on the licensed premises for consumption off the licensed premises;
 - 3. Store marijuana and marijuana products on the licensed premises in a manner consistent with sections 10.80.710—10.80.720;
 - 4. <u>Apply for an on-site consumption endorsement under section</u> 10.80.306 [RESERVED FOR ON-SITE CONSUMPTION].
- B. This section does not prohibit a licensed marijuana retail store from refusing to sell marijuana or a marijuana product to a consumer.

(AO No. 2016-16(S), § 1, 2-9-16)

<u>Section 15.</u> Anchorage Municipal Code chapter 10.80 is hereby amended by adding a new section 10.80.306 to read as follows:

10.80.306 On-site consumption endorsement for retail marijuana stores.

- A. Unless prohibited by local or state law, a freestanding licensed retail marijuana store with an approved on-site consumption endorsement is authorized to:
 - 1. Sell marijuana and marijuana products, excluding marijuana concentrates, to patrons for consumption on the licensed premises at the time of purchase in compliance with this section and sections 21.05.055 or 21.50.420, as applicable.
 - 2. Sell for consumption on the premises:
 - a. Reserved.

- b. Edible marijuana products in quantities not to exceed 10 mg of THC to any one person per day.
- 3. Sell food or beverages not containing marijuana or alcohol for consumption on the premises.
- 4. Allow a person to remove from the licensed premises marijuana or marijuana product that has been purchased on the licensed premises for consumption under this section, provided it is packaged in accordance with section 10.80.345.
- B. A licensed retail marijuana store with an approved on-site consumption endorsement may not:
 - Sell marijuana concentrate for consumption in the marijuana consumption area or allow marijuana concentrate to be consumed in the marijuana consumption area;
 - 2. Allow any licensee, employee, or agent of a licensee to consume marijuana or marijuana product, including marijuana concentrate, during the course of a work shift;
 - 3. Allow a person to consume tobacco or tobacco products in the marijuana consumption area;
 - 4. Allow a person to bring into or consume in the marijuana consumption area any marijuana or marijuana product that was not purchased at the licensed retail marijuana store;
 - 5. Sell, offer to sell, or deliver marijuana or marijuana product at a price less than the price regularly charged for the marijuana or marijuana product during the same calendar week;
 - 6. Sell, offer to sell, or deliver an unlimited amount of marijuana or marijuana product during a set period of time for a fixed price;
 - 7. Sell, offer to sell, or deliver marijuana or marijuana product on any one day at prices less than those charged the general public on that day;
 - 8. Encourage or permit an organized game or contest on the licensed premises that involves consuming marijuana or marijuana product or the awarding of marijuana or marijuana product as prizes; or
 - 9. Advertise or promote in any way, either on or off the premises, a practice prohibited under this section.

- C. A marijuana consumption area shall have the following characteristics:
 - 1. The consumption area shall be isolated from the other areas of the retail marijuana store, separated by walls and a secure door, and shall have access only from the retail marijuana store;
 - 2. A smoke-free area for employees to monitor the marijuana consumption area; and
 - 3. If consumption by inhalation or smoking is to be permitted, a ventilation system that directs air from the marijuana consumption area to the outside of the building through a filtration system sufficient to remove visible smoke, consistent with all applicable building codes and ordinances, and adequate to eliminate odor at the property line.
- D. An applicant for an on-site consumption endorsement must file an application on a form prescribed by the municipal clerk, including the documents and endorsement fee set out in this section, which must include:
 - 1. The applicant's operating plan, in a format the planning department prescribes, describing the retail marijuana store's plan for:
 - a. Security, in addition to what is required for a retail marijuana store, including:
 - i. Doors and locks;
 - ii. Windows;
 - iii. Measures to prevent diversion; and
 - iv. Measures to prohibit access to persons under the age of 21;
 - b. Ventilation, if consumption by inhalation or smoking is to be permitted, ventilation plans must be:
 - Signed and approved by a licensed mechanical engineer;
 - ii. Designed so there is no visible smoke in the retail area or at the lot line; and

- iii. Consistent with all applicable building codes and ordinances.
- c. If any of the marijuana consumption area is outdoors, compliance with sections 21.05.055 or 21.50.420, as applicable.
- d. Monitoring overconsumption;
- e. Controlling unconsumed marijuana, by disposal or by packaging in accordance with section 10.80.345; and
- f. Preventing introduction into the marijuana consumption area of marijuana or marijuana products not sold by the retail marijuana store, and marijuana or marijuana products not sold specifically for on-site consumption.
- E. The retail marijuana store holding an on-site consumption endorsement under this chapter shall:
 - Destroy all unconsumed marijuana left abandoned or unclaimed in the marijuana consumption area in accordance with the operating plan and section 10.80.740;
 - 2. Monitor patrons in the marijuana consumption area at all times, including for overconsumption;
 - 3. Display all warning signs required under sections 10.80.360 and 10.80.365 within the marijuana consumption area, visible to all consumers;
 - 4. Provide written materials containing marijuana dosage and safety information for each type of marijuana or marijuana product sold for consumption in the marijuana consumption area at no cost to patrons;
 - 5. Package and label all marijuana or marijuana product sold for consumption on the premises as required in section 10.80.345; and
 - Comply with any conditions imposed by the assembly or placed on the endorsement by the State Marijuana Control Board.
- F. The holder of an on-site consumption endorsement must apply for renewal annually at the time of renewal of the underlying retail marijuana store license.

<u>Section 16.</u> Anchorage Municipal Code section 10.80.310 is hereby amended to read as follows (the remainder of the section is not affected and therefore not set out):

10.80.310 Acts prohibited at retail marijuana store.

- B. A licensed retail marijuana store may not:
 - Conduct business on or allow a consumer to access the retail marijuana store's licensed premises during times prohibited by title 21:
 - 2. Allow a person to consume marijuana or a marijuana product on the retail marijuana store's licensed premises <u>except as authorized by a municipal endorsement;</u>
 - <u>3.</u> Allow overconsumption of marijuana or marijuana product in an authorized on-site consumption area;
 - 4. Offer or deliver to a consumer, as a marketing promotion or for any other reason,
 - a. Free marijuana or marijuana product, including a sample; or
 - b. Alcoholic beverages, free or for compensation; or [.]
 - <u>5.</u> Allow intoxicated or drunken persons to enter the licensed premises.

(AO No. 2016-16(S), § 1, 2-9-16)

<u>Section 17.</u> Anchorage Municipal Code section 10.80.355 is hereby amended to read as follows:

10.80.355 Limit on quantity sold.

- A. A retail marijuana store may not sell to any one person per day [IN A SINGLE TRANSACTION]:
 - 1. More than one ounce of usable marijuana;
 - 2. More than seven grams of marijuana concentrate for inhalation; or
 - 3. Marijuana or marijuana products, if the total amount of marijuana, marijuana products, or both marijuana and marijuana products sold contains more than 5,600 milligrams of THC.
- B. These limits include marijuana or marijuana product sold for on-site

consumption under section 10.80.306A.2.

(AO No. 2016-16(S), § 1, 2-9-16)

Section 18. Anchorage Municipal Code section 10.80.805 is hereby amended to read as follows (the remainder of the section is not affected and therefore not set out):

10.80.805 Report or notice of violation.

A. The municipal clerk, a sworn Peace Officer, a Code Enforcement Officer, or a Health Department Officer may issue an inspection report, an advisory report, or a notice of violation before taking action to initiate suspension or revocation of a marijuana establishment license or endorsement.

(AO No. 2016-16(S), § 1, 2-9-16; AO No. 2017-71(S), § 19, 4-25-17)

<u>Section 19.</u> Anchorage Municipal Code section 10.80.810 is hereby amended to read as follows (the remainder of the section is not affected and therefore not set out):

10.80.810 Suspension or revocation of license <u>or endorsement</u>, certain civil fines.

- A. The municipal clerk will suspend or revoke a marijuana establishment license or endorsement issued under this chapter if any licensee is convicted of violating any provision of law listed in section 10.80.010D.2., or if the municipal clerk becomes aware that a licensee did not disclose a previous such conviction.
- B. The assembly may, in addition to other provisions of this chapter setting forth grounds for such action, suspend, revoke, or otherwise restrict a license <u>or endorsement</u> issued under this chapter for the reasons set forth in this section.

```
(AO No. 2016-16(S), § 1, 2-9-16; AO No. 2017-71(S), § 20, 4-25-17)
```

<u>Section 20.</u> Anchorage Municipal Code section 10.80.815 is hereby amended to read as follows (the remainder of the section is not affected and therefore not set out):

10.80.815 Suspension or revocation based on act of employee.

A. If, in a proceeding to suspend or revoke a marijuana establishment license under sections 10.80.810 and 10.80.820, or an endorsement, evidence shows that an employee or agent of a licensed marijuana establishment was responsible for an act that would justify suspension or revocation of the marijuana establishment's license if committed by

a licensee, the Administrative Hearings Officer may find that licensee knowingly allowed the act if:

(AO No. 2016-16(S), § 1, 2-9-16)

Section 21. Anchorage Municipal Code section 10.80.821 is hereby amended to read as follows:

10.80.821 Procedure for action on license or endorsement suspension or revocation.

Except for the municipal clerk's action set forth in subsection 10.80.810A. or section 10.80.825, a proceeding to suspend or revoke a license or endorsement must be initiated by service of an accusation on the marijuana establishment in compliance with section 3.60.025 and conducted in accordance with chapter 3.60 of the Anchorage Municipal Code.

(AO No. 2016-16(S), § 1, 2-9-16; AO No. 2017-71(S), § 21, 4-25-17)

Section 22. Anchorage Municipal Code section 10.80.825 is hereby amended to read as follows (the remainder of the section is not affected and therefore not set out):

10.80.825 Summary suspension to protect public health, safety, or welfare.

Α. If the municipal clerk finds that a person holding a marijuana establishment license or endorsement has acted and appears to be continuing to act in a way that constitutes an immediate threat to the public health, safety or welfare, the municipal clerk may issue an order immediately suspending the license of that person, and ordering an immediate stop to the activity that constitutes the threat to the public health, safety, or welfare.

(AO No. 2016-16(S), § 1, 2-9-16)

Section 23. Anchorage Municipal Code section 10.80.846 is hereby amended to read as follows:

10.80.846 Appeal.

A person aggrieved by a final decision of the Assembly suspending, revoking, or restricting a license or endorsement under this chapter, or imposing a civil fine, may appeal to the superior court.

(AO No. 2016-16(S), § 1, 2-9-16; AO No. 2017-71(S), § 23, 4-25-17)

<u>Section 24.</u> Anchorage Municipal Code section 10.80.850 is hereby amended to read as follows:

Surrender or destruction of license or endorsement. 10.80.850

A license <u>or endorsement</u> issued under this chapter must be surrendered to the municipal clerk, sworn Peace Officer, Code Enforcement Officer, or Health Department Officer if the municipal clerk or Administrative Hearings Officer so orders. A license <u>or endorsement</u> issued under this chapter must be surrendered not later than ten days after the marijuana establishment loses or vacates the licensed premises. If a license is destroyed, the marijuana establishment shall promptly notify the municipal clerk.

(AO No. 2016-16(S), § 1, 2-9-16)

<u>Section 25.</u> Anchorage Municipal Code section 10.80.990 is hereby amended to add the following definitions (the remainder of the section is not affected and therefore not set out) [NOTE to Code Revisor: remove numbering of each defined term in this section, and add the following new definitions inserted in alphabetical order]:

10.80.990 Definitions.

B. In this chapter, unless the context requires otherwise:

"consumption" has the meaning given in AS 17.38.900(3);

"drunken person" has the meaning given in AS 04.21.080(b)(9);

"freestanding" has the meaning given in AS 18.35.301(i)(1);

"intoxicated" has the meaning given in AS 11.81.900(b)(35);

"marijuana consumption area" means a designated area within the licensed premises of a retail marijuana store that holds a valid on-site consumption endorsement, where marijuana and marijuana products, excluding marijuana concentrates, may be consumed.

"overconsumption" means, in relation to consumption of marijuana or marijuana product, (1) more than the amount allowed for on-site consumption under section 10.80.306A.2., or (2) consumption of an amount that results in the person being affected by marijuana or marijuana products to the point where the person's physical or mental conduct is substantially impaired.

<u>"retail marijuana store premises" means an area encompassing both the retail marijuana store and any marijuana consumption area.</u>

*** *** ***

(AO No. 2016-16(S), § 1, 2-9-16; AO No. 2017-95(S), § 8, 5-1-17; AO No. 2017-150, § 2, 10-11-17)

<u>Section 26.</u> Anchorage Municipal Code section 14.60.030 is hereby amended to read as follows (the remainder of the section is not affected and therefore not set out):

14.60.030 - Fine schedule.

The fine schedule under this chapter is as follows:

Code Section	Offense			Penalty/Fine
	***	***	***	l
10.80.306B.	Violate pro	ohibitions for c consumption	n-site marijuana areas	300.00
10.80.306E.	Required	on-site operati	ng requirements	300.00
	***	***	***	
10.80.310B.2.	Allow cons	umption on re <u>no endorser</u>	tail premises <u>with</u> nent	500.00
10.80.310B.3.	Allow overconsumption while in on-site consumption area		300.00	
10.80.310B. <u>4</u> [3].	Offer/del	iver alcohol or	free marijuana	100.00
10.80.310B.5.	Allow drunken or intoxicated person to enter premises		300.00	
***	***	***		

(AO No. 93-167(S-1), § 1, 4-13-94; AO No. 94-108, § 1, 10-5-94; AO No. 94-134, § 2, 9-8-94; AO No. 95-42, § 2, 3-23-95; AO No. 95-67(S), § 9, 7-1-95; AO No. 95-102, § 1, 4-26-95; AO No. 95-118, § 3, 9-1-95; AO No. 95-163(S), § 21, 8-8-95; AO No. 95-195(S-1), 1-1-96; AO No. 96-51(S-1), § 2, 8-1-96; AO No. 96-96(S-1), § 2, 2-1-97; AO No. 96-126(S), § 3, 10-1-96; AO No. 96-137(S), § 9, 1-2-97; AO No. 97-88, § 3, 6-3-97; AO No. 97-107, § 3, 11-17-97; AO No. 97-133(S), § 1, 11-11-97; AO No. 98-27(S-1), § 2, 11-11-97; AO No. 98-160, § 2, 12-8-98; AO No. 99-13(S), 2-9-99; AO No. 99-91(S), § 4, 7-13-99; AO No. 2000-64, § 1, 4-18-00; AO No. 2000-116(S), § 4, 7-18-00; AO No. 2000-127(S), § 2, 10-14-00; AO No. 2000-129(S), § 26, 11-21-00; AO No. 2001-48, § 1, 3-13-01; AO No. 2001-74(S), § 2, 4-17-01; AO No. 2001-4, § 2, 2-6-01; AO No. 2001-145(S-1), § 11, 12-11-01; AO No. 2003-68, § 1, 9-30-03; AO No. 2003-97, § 4, 9-30-03; AO No. 2003-117, § 2, 1-28-03; AO No. 2003-130, § 8, 10-7-03; AO No. 2003-152S, § 10, 1-1-04; AO No. 2004-1, § 2, 1-1-03; AO No. 2004-99, § 2, 6-22-04; AO No. 2004-100(S-1), § 6, 1-

1-05; AO No. 2004-171, § 1, 1-11-05; AO No. 2005-160, § 9, 11-1-05; AO No. 2005-84(S), § 3, 1-1-06; AO No. 2005-185(S), § 35, 2-28-06; AO No. 2005-124(S-1A), § 33, 4-18-06; AO No. 2006-39, § 6, 4-11-06; AO No. 2006-54, § 1, 5-2-06; AO No. 2006-80, § 1, 6-6-06; AO No. 2007-50, § 4, 4-10-07; AO No. 2007-60, § 4, 11-1-07; AO No. 2007-70, § 3, 5-15-07; AO No. 2008-84(S), § 5, 7-15-08; AO No. 2009-61, § 3, 7-7-09; AO No. 2009-82, § 5, 7-7-09; AO No. 2009-40(S), § 3, 7-21-09; AO No. 2009-112, § 4, 10-13-09; AO No. 2009-122, § 2, 12-17-09; AO-2010-35(S), § 7, 5-11-10; AO No. 2010-39, § 2, 5-11-10; AO No. 2010-87(S), § 3, 12-7-10; AO No. 2011-46, § 4, 4-12-11; AO No. 2011-59, § 10, 5-24-11; AO No. 2011-106(S), § 3, 11-8-11; AO No. 2011-112, § 4, 11-22-11, eff. 12-22-11; AO No. 2012-10, § 1, 1-31-12; AO No. 2012-77, § 29, 8-7-12; AO No. 2013-109(S-1), § 5, 12-3-13; AO No. 2013-130(S-1), § 1, 1-14-14; AO No. 2014-42, § 31, 6-21-14; AO No. 2014-85, § 4, 8-5-14; AO No. 2014-110(S), § 2, 9-9-14; AO No. 2014-137(S), § 3, 11-18-14; AO No. 2015-23(S), § 20, 3-24-15; AO No. 2015-48, § 16, 5-14-15; AO No. 2015-54, § 1, 5-26-15; AO No. 2015-65, § 4, 6-9-15; AO No. 2015-111(S-1), § 2, 1-1-16; AO No. 2016-16(S), § 4, 2-9-16; AO No. 2016-76(S), § 7, 7-12-16; AO No. 2016-81(S), § 4, 8-25-16; AO No. 2016-83(S), § 9, 7-26-16; AO No. 2016-82, § 3, 8-9-16; AO No. 2016-116, § 2, 10-18-16; AO No. 2016-115(S), § 2, 11-15-16; AO No. 2016-124(S), § 11, 12-20-16; AO No. 2017-26, § 2, 5-1-17; AO No. 2017-29(S), § 61, 6-1-17; AO No. 2017-30, § 3, 3-21-17; AO No. 2017-31(S), § 5, 5-26-17; AO No. 2017-119(S), § 4, 11-9-17; AO No. 2017-101, § 2, 2-5-18; AO No. 2017-161(S), § 3, 2-27-18)

<u>Section 27.</u> This ordinance shall be effective immediately upon passage and approval by the Assembly.

PASSED AND APPROVED by the Anchorage Assembly this _	day of
, 2019.	_

ATTEST:	Chair	
Municipal Clerk		