

RESPONSIBLE MEDICAL CANNABIS CONCENTRATES

Vision and Mission

- RootOne Botanicals was formed with the purpose of bringing solid and transparent business practices to the cannabis industry
- Our purpose is to create a model for community safety, integrity, transparency and access to high quality, safe products.
- We are local residents and community members along with California business leaders.

Overview

- RootOne Botanicals is a California cannabis concentrate manufacturing company that serves the California medical cannabis industry.
- We will manufacture a variety of concentrate products for use by other medical cannabis product manufacturers as well as for dispensary patients.
- Our focus is on quality and consistency.

Goals

- To create a model medical cannabis processing facility that recognizes and respects the need for community safety, integrity, and transparency while providing the market with safe and high quality products.
- To operate a medical cannabis concentrates processing facility dedicated to wholesale manufacturing and distribution

What does this mean?

- The facility will be hydrocarbon free with no butane, hexane or propane used in production
- Oils and other concentrates will be produced using supercritical CO2 extraction technology as well as other environmentally friendly processes

How will it work?

 We will design and employ safe processes using proven manufacturing techniques similar to those currently used in the food and beverage industries.



How will it work?

 Supercritical Fluid Extraction or SFE is a commonly used method in the food and beverage and the pharmaceutical industries

For example:



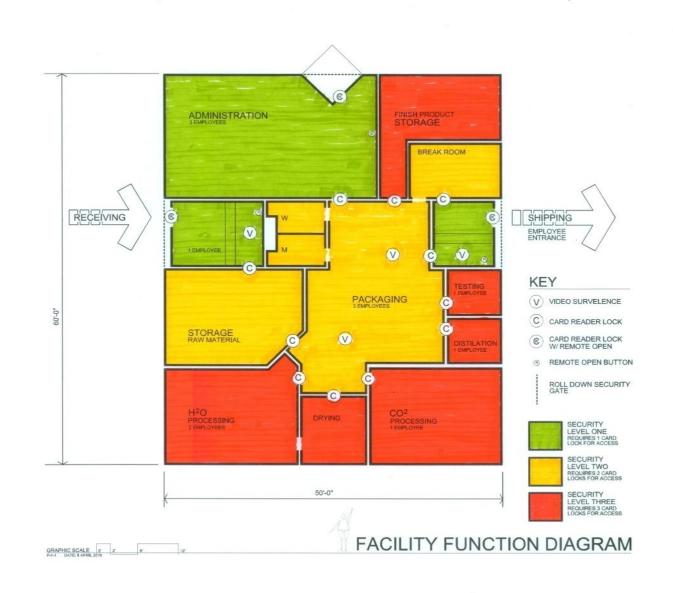
- Extractions of:
- Essential oils (fish and vegetable)
- Various flavors and spices
- Remove fats from food production
- Decaffeinating coffee or tea

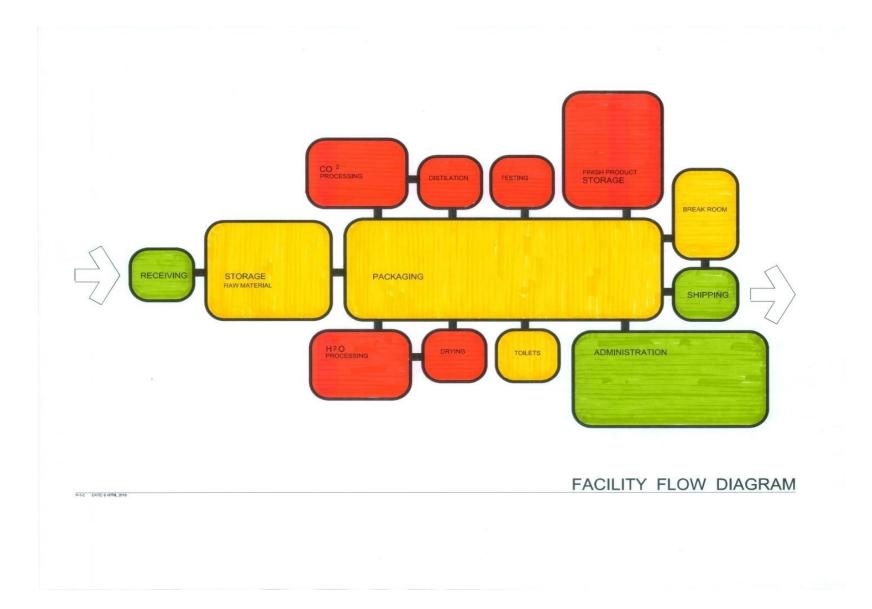


The Facility

- will support CO₂ concentrate manufacturing, H₂O concentrate manufacturing, alcohol distillation, packaging room, and storage space
- It will provide 20 in house jobs, plus a sales and material acquisition team
- 24 hour productions







Safety and Security

- This will not be a store front
- A DISCREET manufacturing facility.
- Utilization of a cloud based security monitoring around the exterior of the building, entries, exits, processing, packaging, and storage areas
- Tiered keyless entry for increase security through out the plant
- Implementing California's "Track and Trace" system. All material/s unprocessed and finished will have a bill of laden identifying type, amount, origin and destination

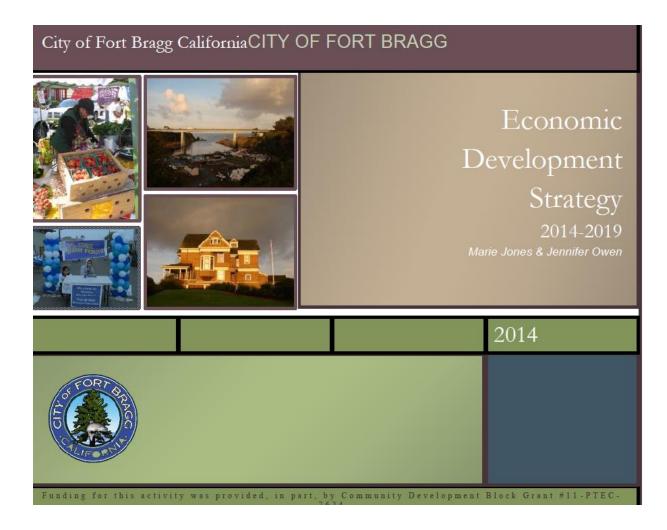
Community and Environment Impact

There will be limited environment impact on neighboring places or businesses such as:
 SMELLS
 NOISE
 TRAFFIC
 EMISSIONS

Community Benefits through Regulation • To regulate a cannabis business is being part of a harm

- To regulate a cannabis business is being part of a harm reduction plan for our community
- Reducing the negative impact caused by:
 - trespass grows on private and public lands
 - Illegal hash labs
 - Black market sales and distribution
- Regulating and monitoring the cannabis industry may reduce crime and the burdens on law enforcement
- Providing a transparent industry will transition the stigma that surrounds the current practices
- Products that are created with safe practices and clean results reduces the harm from improper production practices

Supporting Fort Bragg's Economic Strategy



VISION

"The City of Fort Bragg is a sustainable working town with a diversified economy and well-paying jobs that serves the Mendocino Coast as a cultural and economic Center"





Economic Impact

- RootOne Botanicals is a businesses that will prosper in Fort Bragg's unique environment, has a local connection, and will result in quality jobs.
- Projected 20+ employees at capacity
- Utilization of other local businesses and resources
- Increase revenue to our Community

Municipal Approaches to Permitting Medical Cannabis Manufacturing Businesses

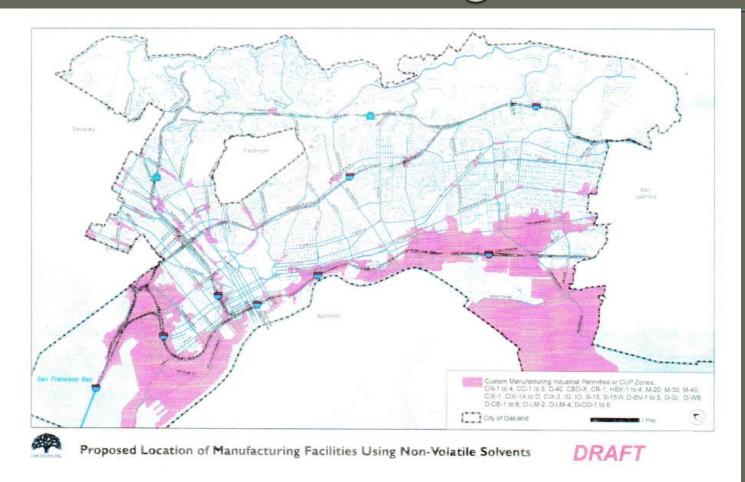
> Alex Zavell Senior Regulatory Analyst Robert A. Raich, P.C. May 9, 2016

Oakland

• 5.81.045 - Manufacturing of medical marijuana.

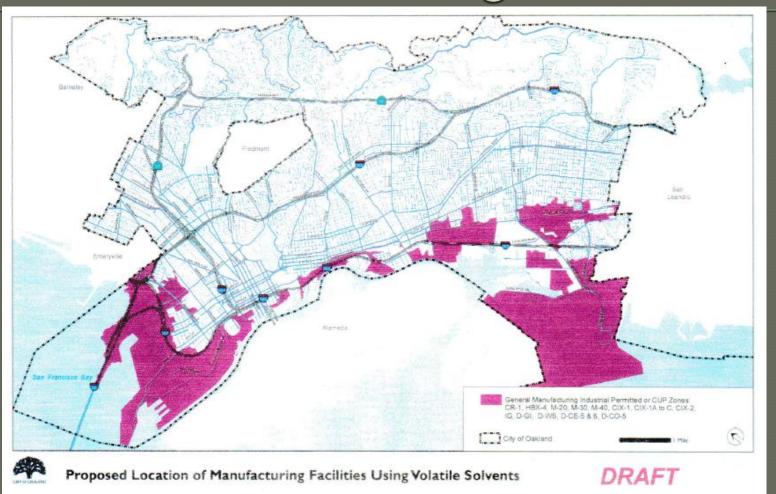
- "A. Proposed locations for manufacturing of medical cannabis products using nonvolatile solvents shall be in areas where "custom manufacturing industrial" or its equivalent use, is permitted by right under the Oakland Planning Code, as may be amended, or in residential zones if the manufacturing is compliant with the restrictions imposed on cottage food operators under the California Homemade Food Act. Chapter 6.1 (commencing with Section 51035) of Part 1 of Division 1 of Title 5 of the Government Code.
- B. Proposed locations for manufacturing of medical cannabis products using volatile solvents shall be in areas where "general manufacturing industrial" or its equivalent use, is permitted by right under the Oakland Planning Code, as may be amended."

Non-Volatile Medical Cannabis Manufacturing in Oakland



Permitted in zones allowing custom manufacturing

Volatile Medical Cannabis Manufacturing in Oakland



Permitted in zones allowing general manufacturing

Humboldt

 Section 313-55.4 of Chapter 3 of Division 1 of Title III: Commercial Cultivation, Processing, Manufacturing and Distribution of Cannabis for Medical Use Coastal Zone Land Use Regulation
 Section 55.4.8.5

 "Manufacturing of commercial cannabis for medical use shall be a conditionally permitted use inside the Coastal Zone in zoning districts CG, MB, ML, and MG, subject to a Special Permit and the conditions and limitations set forth in this Section."

Arcata

9.28.130 Medical Marijuana Innovation Zone

• "A. Purpose. The MMIZ combining zone is applied to all sites and areas identified in Figure 2-25. The intent of the MMIZ is to <u>establish an area where</u> <u>niche manufacturing businesses that produce</u> <u>medical marijuana related products such as</u> <u>edibles, oils, tincture sprays, lotions and a</u> <u>variety of other products can be safely produced.</u> Medical marijuana cultivation, processing, and warehousing are also allowed."

Arcata



Cathedral City

• 5.88.065(c)(5) - Extraction Requirements.

- a. Prior to engaging in the extraction of medical cannabis or the production of any cannabis concentrate, a medical cannabis business must receive approval from the city manager. In order to obtain approval, the medical cannabis business must complete all required forms and pay any required fees. These forms must detail all types of extraction and production of cannabis concentrate to occur on the licensed premises. The city manager shall only approve a medical cannabis business to engage in the extraction of medical cannabis or the production of cannabis concentrate after any necessary facility reviews have been conducted by the building department or fire department. Once approved, a medical cannabis or production of cannabis concentrate explicitly listed on the forms submitted to the city manager. The city manager shall develop procedures for approval of medical cannabis extraction plans.
 - b. Within the limitations set forth by state law, a medical cannabis business extracts medical cannabis or produces cannabis concentrate using a solvent must use a professional-grade, closed-loop extraction system capable of recovering the solvent used.



Tawnie Logan Executive Director SONOMA COUNTY GROWERS ALLIANCE **Commercial Cannabis Regulations City of Fort Bragg**

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License Types

Specialty Outdoor; up to 5,000 square feet of total canopy size Type 1 Type 1A **Specialty Indoor** • Type 1B **Specialty Mixed Light** Small Outdoor; 5,001 - 10,000 square feet • Type 2 Small Indoor • Type 2A • Type 2B **Small Mixed Light** • Type 3 **Medium Outdoor**; 10,001 sq. ft. to one acre (limited licenses available) Medium Indoor; between 10,001 - 22,000 square feet • Type 3A • Type 3B **Medium Mixed Light**; between 10,001 and 22,000 square feet • Type 4 Nursery • Type 5 Undefined Manufacturer; non-volatile solvents • Type 6 • Type 7 **Manufacturer**; volatile solvents • Type 8 Testing Type 9 Undefined • Type 10 **Dispensary**; General Type 10A **Dispensary**; (No more than 3 retail, 4 cultivation, 1 manufacturing total) • Type 11 **Distribution**; (must obtain Type 12 to qualify) Type 12 **Transportation**



Considerations for Fort Bragg

OBUSINESS Development

- Economic impact evaluation
- Local tax and fee structures

Oistribution, Transportation & Lab Testing

• Create the core services necessary for compliant operators to contract local businesses.

Cultivation

 The production of flower and manufactured goods will be required to be tested/transported/distributed by state licensed operators for legal sale.

Oispensary, Delivery

 Ensure the legal market has outlets to showcase local goods produced.



Community Outreach & Stakeholder Involvement

OBUSINESS Organizations

- Both inside and outside the cannabis industry
- Or Neighborhood Groups
 - Vital for success
- **Original Groups**
 - Preserve sustainability of our natural resources
- **Organization** General Public
 - Educate implementation of MMRSA and local policy
- **Adjacent Cities and Counties**
 - To learn from their successes and mistakes
- Resource Agencies
- Oroperty Owners
 - Help them understand their rights and responsibilities



Prospective Work Plan

- Convene a cannabis regulations subcommittee
- Create task force to develop policy options
 - Comprised of city staff and stakeholders
- Hold public hearings
 - Enlist community response and support
- Draft an ordinance which meets the needs of the existing local community and the council.
- Move to consideration by the Ft Bragg Council



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