This action, submitted by the Department of Justice pursuant to Government Code section 11343.8, is a request to file with the Secretary of State the Commercial Cannabis Licensee Bond form of the Department of Food and Agriculture and to print the title of the adopted bond form in Title 11 of the California Code of Regulations at section 26.20.

OAL filed this regulation with the Secretary of State and will publish the regulation in the California Code of Regulations.

Date: January 29, 2018

Dale P. Mentink
Senior Attorney

For: Debra M. Cornez
Director

Original: Xavier Becerra, Attorney General
Copy: Cara M. Porter
NOTICE PUBLICATION/REGULATIONS SUBMISSION

STATE OF CALIFORNIA—OFFICE OF ADMINISTRATIVE LAW

For use by Secretary of State only

ENDORSED - FILED
in the office of the Secretary of State
of the State of California

JAN 29 2018
1:39 p.m.

1. NOTICE OF PROPOSED REGULATORY ACTION

A. PUBLICATION OF NOTICE (Complete for publication in Notice Register)

1. SUBJECT OF NOTICE

2. REQUESTED PUBLICATION DATE

3. NOTICE TYPE

4. AGENCY CONTACT PERSON

B. SUBMISSION OF REGULATIONS (Complete when submitting regulations)

1a. SUBJECT OF REGULATION(S)

2. SPECIFY CALIFORNIA CODE OF REGULATIONS TITLE(S) AND SECTION(S)

3. TYPE OF FILING

4. EFFECTIVE DATE OF CHANGES

5. EFFECTIVE DATE OF CHANGES

6. CHECK IF THESE REGULATIONS REQUIRE NOTICE TO, OR REVIEW, CONSULTATION, APPROVAL OR CONCURRENCE BY, ANOTHER AGENCY OR ENTITY

7. CONTACT PERSON

8. CERTIFICATION

SIGNATURE OF AGENCY HEAD OR DESIGNEE

TYPED NAME AND TITLE OF SIGNATORY

Office of Administrative Law
COMMERCIAL CANNABIS LICENSEE BOND

Business and Professions Code Sections 26051.5 and 26070

California Code of Regulations, Title 3, Section 8102(n)

Bond No: __________

The premium on this bond is $ _______________________ 

KNOW ALL PERSONS BY THESE PRESENTS:

That ____________________________ _,

whose address for service of process is -

______________________________ ,

as Principal, and ____________________________ ,

a corporate insurer organized under the laws of the State of ____________________________ , whose

address for service of process is

______________________________ and

who is admitted to transact a surety insurance in the State of California, as Surety, are held firmly bound

unto the State of California in the penal sum of ____________________________ Dollars

($_____________) for the payment of which will be well and truly be made we bind ourselves, our

heirs, administrators, successors and assigns, jointly and severally, firmly by these presents.

The conditions of the above obligation is such that:

WHEREAS, the provisions of the California Business and Professions Code sections 26051.5

and 26070 and California Code of Regulations, title 3, section 8102, require that the Principal post a

Bond to cover the costs of destruction of cannabis or cannabis products if necessitated by a violation of

licensing requirements in statute or regulations adopted thereunder.

NOW THEREFORE, the Principal, and any and all agents and employees representing the

Principal shall faithfully comply with the license provisions of the Medicinal and Adult-Use Cannabis

Regulations and Safety Act (MAUCRSA), contained in Division 10 of the California Business and
Professions Code (§ 26000 et seq.) and properly and legally destroy all cannabis and cannabis products if necessitated by a violation of the requirements of said license.

**PROVIDED HOWEVER,** this bond is issued subject to the following express provisions:

1. This bond shall be deemed continuous in form and shall remain in full force and effect and shall run concurrently with the license period for which the license is granted and each and every succeeding renewal period or periods, or until the bond is canceled by the surety.

2. By executing this bond, Principal and Surety agree any action on this bond shall be instituted and prosecuted in the counties of the State of California, with service by U.S. mail as prescribed in California Code of Civil Procedure sections 417.10 and 417.20 and this bond shall be governed by the laws of the State of California.

3. This bond is executed by the Surety to comply with the provisions of MAUCRSA, contained in Division 10 of the California Business and Professions Code (§ 26000 et seq.) and said bond shall be subject to all of the terms and provisions thereof.

4. The aggregate liability of the Surety hereunder on all claims whatsoever shall not exceed the penal sum of the bond in any event.

5. This bond shall be subject to the provisions of Chapter 2 (commencing with section 995.010) of Title 14 of Part 2 of the California Code of Civil Procedure.

6. The Surety may cancel this bond at any time by delivering thirty (30) days written notice of its desire to do so to the California Department of Food and Agriculture and to the Principal herein. The surety shall not be liable for any loss or claim based upon transactions occurring subsequent to the effective date of such cancellation, but such cancellation shall not affect the liability of the Surety as to any matters occurring prior to the effective date thereof.

7. This bond shall be effective __________________________ but not prior to its execution. If no date is written it shall take effect on the later of the two dates or execution set forth below.
DATE

NAME OF SURETY

Print Name and Title

Signature

I certify under penalty of perjury, under the laws of the State of California, that I have executed the foregoing bond under an unrevoked power of attorney.

Executed in ________________________________ on ____________________

Signature of Attorney-in-Fact for Surety

Printed or Typed Name of Attorney-in-Fact

[Consider having power of attorney attached]

DATE:

NAME OF PRINCIPAL

Print Name and Title

Signature