



LIC-4008-FORM

DCR Record No. _____

Business Premises Location: _____

General Instructions. Applicants shall disclose all ownership and financial interest holder information as instructed below. In addition, if the Applicant is a business entity, please attach an organizational chart(s), using the format below, that discloses the ownership of the Applicant Entity until only individuals remain. If needed, please attach separate sheets to provide all required information.

PLEASE NOTE: Providing false or misleading information, or failing to disclose a material fact, may be grounds for denial of the license application. The failure to disclose a financial interest holder is a material omission and may result in the denial of the Application or suspension or revocation of the License. Additionally, if after licensure, DCR determines that a Licensee provided any other false or misleading information, or omitted material facts, DCR may suspend or revoke the License, or take other administrative action permitted by law.

Please review all definitions and instructions contained in this form. Any terms not defined herein have definitions in Los Angeles Municipal Code (LAMC) Section 104.01. For example, "individual" means a natural person, as defined in LAMC Section 104.01(a)(27).

A. Applicant Information. If the Applicant is a business entity, complete Sections A through D. If the Applicant is an individual, check the box for "Individual," write "Sole Proprietorship" for "Business Entity Structure," and complete Sections A, C and D.

Applicant Name: _____ ☐ Individual ☐ Entity

Business Entity Structure: _____ Accela Contact Reference ID No. _____

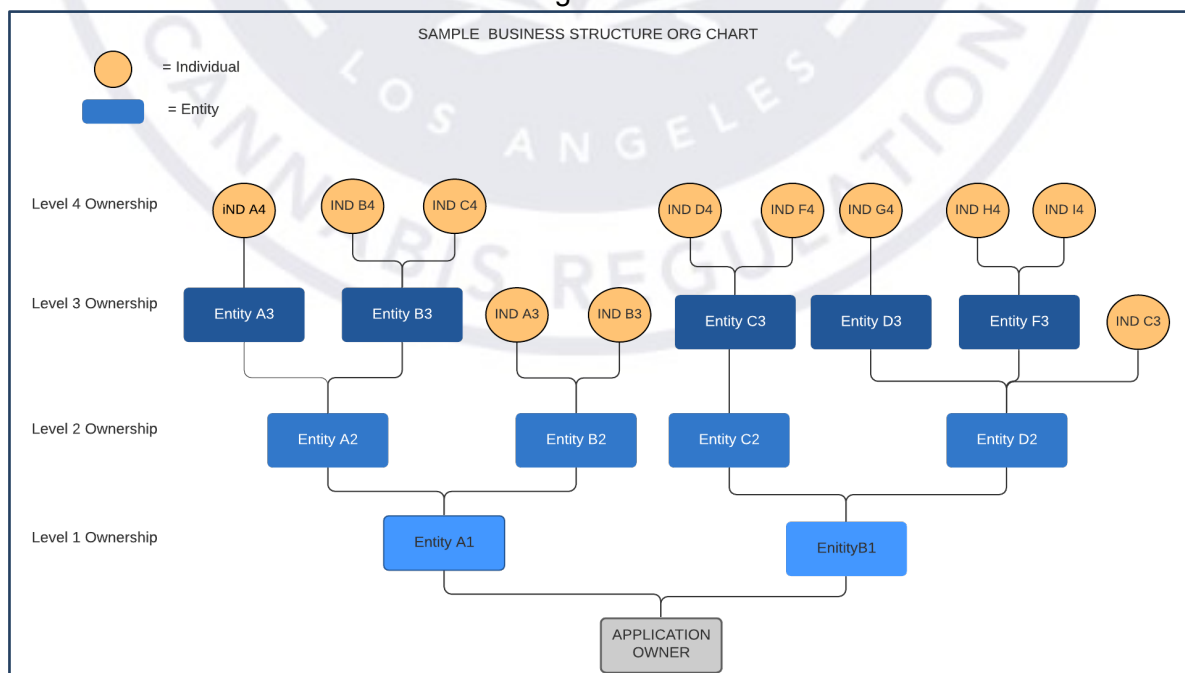
CA Entity No (if applicable): _____ FEIN No. _____

B. Application Ownership Disclosure. Please provide the Applicant's ownership information in the tables provided in this form. Please see Figure 1 for a sample business organization chart. If additional tables are necessary to disclose entities and/or individuals, please make the necessary number of copies, number each page and provide the total number of pages on the bottom right-hand corner of each page. **You must provide both: (1) a table or tables that comport with the format of Figure 1 and provide detail down to the individual level; and (2) the information requested on later pages of this form.**

- **Ownership Level:** Please provide information about the Applicant's ownership level(s) in accordance with Figure 1. For example, using Figure 1, two boxes in the table would be required to disclose the Applicant's ownership at level 1, one for Entity A1 and another for Entity B1; and, four boxes in the table would be required to disclose the Applicant's ownership at level 2.
- **Business Entity Name:** Enter the name of the business entity at the top of each row. Each business entity identified as an Owner requires a separate row.

- **Business Entity Structure:** From the drop-down menu, select the business entity's structure type, e.g., sole proprietorship, corporation, limited liability company, partnership, or other type of business entity.
- **Accela Contact Reference ID:** Every Owner (entities and individuals) is required to have a user profile in Accela that is linked to the application record. Each individual and business entity will have a unique Accela Contact Reference Identification Number. Please provide the Accela Contact Reference ID for every individual and business entity.
- **Name:** State the name of each individual or business entity who meets the definition of an "Owner" under Los Angeles Municipal Code (LAMC) Section 104.01(a)(36). If an entity is being added as an Owner, please provide the entity's ownership information in a separate table, as the next level ownership. For example, using Figure 1, Entity A1 is a Level 1 Owner of the Applicant, and Entity B2 is a Level 2 Owner of Entity A1.
- **Owner Type:** Identify whether the Owner on the individual level is a verified Social Equity Individual Applicant.
- **Contact and Business Entity Information:** Provide the contact information, such as the mailing address, phone number and email address, and business entity information, including California Secretary of State entity number and the entity's FEIN number.
- **Ownership Interest:** State the Owner's equity or profit-sharing interest in the Applicant or in the Person who is an Owner of the Applicant and provide the entity name. If an individual is an Owner but not but does not have an equity or profit-sharing interest, write "N/A."
- **Other Information.** If necessary, attach additional records or charts to complete disclosure of Owners and/or Financial Interest Holders.

Fig. 1



Ownership and Financial Interest Holder Form

DCR Record No.:

Ownership Table

Provide the following Information for each business entity and individual identified in the organization chart, beginning with Level 1 Ownership. Do not include the Applicant (Application Owner) in this table. Attach additional pages if necessary.

Business Entity Name: _____ Business Entity Structure: _____ Mailing Address: _____ Phone No. _____ Email: _____ Owns _____ % of _____	Ownership Level: _____ CA Entity No. _____ FEIN No. _____ Accela Contact Ref. ID: _____
Business Entity Name: _____ Business Entity Structure: _____ Mailing Address: _____ Phone No. _____ Email: _____ Owns _____ % of _____	Ownership Level: _____ CA Entity No. _____ FEIN No. _____ Accela Contact Ref. ID: _____
Business Entity Name: _____ Business Entity Structure: _____ Mailing Address: _____ Phone No. _____ Email: _____ Owns _____ % of _____	Ownership Level: _____ CA Entity No. _____ FEIN No. _____ Accela Contact Ref. ID: _____
Individual Name: _____ <input type="checkbox"/> SEP Owner Mailing Address: _____ Phone No. _____ Email: _____ Owns _____ % of _____	Ownership Level: _____ Accela Contact Ref. ID: _____
Individual Name: _____ <input type="checkbox"/> SEP Owner Mailing Address: _____ Phone No. _____ Email: _____ Owns _____ % of _____	Ownership Level: _____ Accela Contact Ref. ID: _____
Individual Name: _____ <input type="checkbox"/> SEP Owner Mailing Address: _____ Phone No. _____ Email: _____ Owns _____ % of _____	Ownership Level: _____ Accela Contact Ref. ID: _____

C. Financial Interest Holder Disclosure List. For the purposes of this form, a financial interest means a natural person or entity with any of the following:

A financial interest holder of the commercial cannabis business includes all of the following, except as provided below.

1. A person with an aggregate ownership interest of less than 20 percent.
2. A person providing a loan to the commercial cannabis business.
3. A person entitled to receive 10 percent or more of the profits of the commercial cannabis business, including:
 - a. An employee who has entered into a profit share plan with the commercial cannabis business.
 - b. A landlord who has entered into a lease agreement with the commercial cannabis business for a share of the profits. A consultant who is providing services to the commercial cannabis business for a share of the profits.
 - c. A person acting as an agent, such as an accountant or attorney, for the commercial cannabis business for a share of the profits.
 - d. A broker who is engaging in activities for the commercial cannabis business for a share of the profits.
 - e. A salesperson who earns a commission.
4. A person that has entered into an intellectual property licensing agreement for a share of the profits.

Notwithstanding the above, an individual or entity does not need to be disclosed as a financial interest holder if it/she/he is:

1. A bank or financial institution whose interest constitutes a loan;
2. Persons whose only financial interest in the commercial cannabis business is through an interest in a diversified mutual fund, blind trust, or similar instrument;
3. Persons whose only financial interest is a security interest, lien, or encumbrance on property that will be used by the commercial cannabis business; and
4. Persons who hold a share of stock that is less than 10 percent of the total shares in a publicly traded or privately held company.

Additionally, an individual or entity already identified as an Owner does not need to be disclosed as a financial interest holder if it/she/he does not have a financial interest in the Applicant separate and apart from the financial interest disclosed in the Ownership Disclosure Form.

An Applicant may attach a separate sheet to provide all required financial interest holder information for both individuals and/or entities, but must follow the format reflected below.

Financial Interest Holders.

1. Name/Entity: _____
Contact Information: _____
Financial Interest in Applicant: _____
2. Name/Entity: _____
Contact Information: _____
Financial Interest in Applicant: _____