

Chapter 21: Moving Forward – Owners, Investors and Directors

Key Considerations	LCO Owners & Investors	Property Owners & Investors	Directors	Reference(s)
LCOs face a broad range of very real cannabis security risks and realities on a daily basis at their cannabis facilities	X	X	X	The Security Landscape Generally Security Realities & Risks Case Studies: Security Pain Points & Challenges
The “Cannabis Security Status Quo” is very real; implementing security services, fortifications, etc. involves a number of pain points and challenges	X	X	X	Chapter 4: The Status Quo
Designated Green Zones are typically located in dangerous, higher crime areas where security needs are high and police presence low	X	X	X	Green Zones
LCOs need to have a Security Program, and measure and manage their progress towards achieving the objectives of that Security Program	X	X	X	Chapter 5: Comprehensive Security Design Chapter 17: Risk Management
Drone security solutions offer multiple features, benefits, and cost savings, based upon your specific objectives and use cases; they need to be considered, especially when compared to traditional security guards	X	X	X	Chapter 11: Drones as a Security Solution



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LCO insurance premiums are very expensive compared to other industries, and recoveries are very limited due to cannabis and cannabis security exclusions, limits and requirements	X		X	Insurance Risk Generally Insurance Premiums Security Considerations
Property Owner insurance policies also have cannabis exclusions and limitations		X		Security Considerations
Directors & Officers insurance premiums are very expensive, especially for plant-touching businesses rated as very high risk			X	The Security Landscape Generally Chapter 16: Corporate and Other Liability
Owners and investors generally face higher, and in some cases materially higher, types of corporate risk for inadequate security measures, including the risk of potential personal liability	X	X	X	Chapter 16: Corporate and Other Liability
Compliance regarding security means not only State and Local security, but also insurance reqmts and facility lease business issues	X	X	X	Chapter 7: Compliance
Cannabis security “done right” involves material commitments of time and expense	X	X	X	
Cannabis property owners may incorporate security investment chargeback, specialized indemnity, limitation of liability, and other provisions into leases	X	X		Chapter 8: Real Estate Due Diligence



Key Considerations	LCO Owners & Investors	Property Owners & Investors	Directors	Reference(s)
Security Measures established by Regulators are generally not sufficient to establish “security”, especially in a Green Zone; Regulations need to be considered as a minimum or baseline set of requirements			X	Chapter 6: Licensing & Regulatory Requirements Regulatory Security Requirements Do Not = Security

