

## Chapter 8: Real Estate Due Diligence

Recommended Actions   Discussion	LCOs	Investors / BoD	Municipalities
Include security related due diligence in advance of executing any lease, purchase or sale of a cannabis facility	X	X	
Create a checklist of applicable baseline security requirements for due diligence purposes: (1) per the Regulations; (2) per insurance requirements if/as applicable; (3) desired additional security requirements above and beyond the “minimum” requirements in the Regulations	X	X	
Consider a Security Assessment or Surveillance System Audit performed by an independent consultant experienced in cannabis security to help baseline needed investments, vulnerabilities, etc.; these may also be able to be performed by the Designated Security Representative if she/he has the requisite experience	X		
Ensure any Security Assessment or Surveillance System Audit is conducted on a confidential basis under a duly executed confidentiality agreement	X	X	
Whether you conduct your own Security Assessment, or engage an independent third party, PLEASE make sure: (i) scope is defined/understood; (ii) references are checked; (iii) results are properly communicated; (iv) the Designated Security Representative is fully informed; (v) you share any concerns or questions before the process begins	X		

