



City of Goleta Cannabis Business License Insurance Guidance

The purpose of this information is to inform the applicant of certain insurance requirements to be submitted with the cannabis business license application. None of the information provided is intended to exempt, replace, repeal, and/or omit, any of the requirements in the adopted regulations.

INSURANCE REQUIREMENTS:

1. All cannabis businesses must provide proof of insurance as required by GMC Chapter 5.09.080. The cannabis business shall maintain a comprehensive general liability combined single occurrence insurance policy issued by an “A” rated insurance carrier in an amount no less than \$1,000,000.00 per each occurrence and \$2,000,000.00 per general aggregate and name the City as an additional insured. Such insurance shall be primary and not contributing to any other insurance maintained by the City.
2. Proof of insurance for any and all vehicles being used to deliver or transport cannabis goods. Licensee shall provide proof of insurance in a minimum amount of \$1,000,000 for bodily injury liability and property injury for any and all vehicles being used to transport cannabis goods. If vehicles have not been purchased, applicant must provide a statement confirming its status and estimated time of procuring vehicles and insurance. Prior to utilizing vehicle for operations to deliver or transport cannabis, proof of insurance must be provided to the City.
3. The name of the insured in certificate of insurance and endorsement documents needs to match the legal business name operating in Goleta. The certificate of insurance needs to be referenced by the endorsement in the 'Description' section at the bottom of the certificate and they need to provide the endorsement page(s) for reference. The endorsement will be an attachment to the certificate.

If you have specific questions regarding the cannabis business license application process, we recommend that you provide us questions in writing so that city staff can respond to your inquiry. This will enable us to give you the best advice and will protect you from tax, penalties, and interest in case we give you erroneous information. Requests for written advice must be emailed to cannabislicense@cityofgoleta.org.