INDIVIDUALS WHO ARE REQUIRED TO HAVE BACKGROUND CHECKS FOR DABS LICENSING

1. Criminal history background checks are required for all individuals who:
   a) own 20% or more of the business,
   b) entity owners of multiple complex parent organizations, who own in totality, 20% or more of the licensed entity,
   c) owners who act in a supervisory or managerial capacity for the licensed entity, and
   d) employees who act in a supervisory or managerial capacity for the licensee.

2. If the owner of the licensee is an entity, such as a partnership, corporation, or limited liability company:
   a. A criminal history background check is required for all:
      i. partners
      ii. managing agents
      iii. managers
      iv. officers
      v. directors or
      vi. individuals employed to act in a supervisory or managerial capacity
   b. If the entity is a corporation, any stockholder who holds at least 20% of the total issued and outstanding stock is also required to have a background check.
   c. If the entity is a limited liability company, any member who owns at least 20% is required to have a background check.

NOTE: If a stockholder of a corporation or a member of an LLC owns less than 20% of a DABS licensee and . . .

- They are NOT a partner, managing agent, manager, officer or director.

They are not required to have a background check - BUT they must be disclosed to the DABS as an owner. Ownership must equal 100%.