STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS CANNABIS REGULATORY AGENCY

In the Matter of

Amazing Budz, LLC		ENF No.: 23-00286
License No.: AU-R-000225	1	CONSENT ORDER AND STIPULATION
	'	CONCERT CREEKAND OTH CEATION

CONSENT ORDER

On May 30, 2023, the Cannabis Regulatory Agency (CRA) issued a formal complaint against the adult-use marijuana retailer establishment license (AU-R-000225) of Amazing Budz, LLC ("Respondent") under the Michigan Regulation and Taxation of Marihuana Act (MRTMA), MCL 333.27951 *et seq.*, and the administrative rules promulgated thereunder. The formal complaint alleged Respondent violated Mich Admin Code, R 420.504(1).

The executive director reviewed the stipulation contained in this document and agrees the public interest is best served by resolution of the formal complaint.

Therefore, the executive director finds that all the allegations contained in the formal complaint are true and that Respondent violated Mich Admin Code, R 420.504(1).

Accordingly, for these violations, IT IS ORDERED:

1. Respondent must pay a fine in the amount of two hundred fifty and 00/100 dollars (\$250.00). This fine shall be paid within 30 days of the effective date of this order by check, money order, or online through Accela Citizen Access (ACA). Instructions on how to make online payments can be found under the Tips for Licensees bulletin section at www.michigan.gov/cra. Check or money orders shall be made payable to the State of Michigan with enforcement number "23-00286" and license number "AU-R-000225" clearly displayed on the check or money order. Respondent shall mail the fine to Department of Licensing and

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Regulatory Affairs, Cannabis Regulatory Agency, PO BOX 30205, Lansing, Michigan 48909.

- 2. If Respondent fails to timely comply with the terms of this order, Respondent's license shall be suspended until compliance is demonstrated.
- Unless otherwise specified in this order, Respondent shall direct any communications to the CRA that are required by the terms of this order to <u>CRA-CSS@michigan.gov</u>.
- 4. Respondent shall be responsible for all costs and expenses incurred in complying with the terms and conditions of this consent order.
- If Respondent violates any term or condition set forth in this order, Respondent shall be subject to fines and/or other sanctions under section7(1)(c) of the MRTMA, MCL 333.27957, and Mich Admin Code, 420.808.
- 6. Upon timely compliance of the terms of this order by Respondent, the matters set forth in the formal complaint shall be deemed resolved and closed subject to this Consent Order.

This order shall be effective 30 days after the date signed by the CRA's executive director or his designee, as set forth below.

CANNABIS REGULATORY AGENCY

Signed on: 2/28/24	Ву: _	Brian Hanna Digitally signed by: Brian Hanna DN: CN = Brian Hanna email = Aprinab@michigan.gev C = US O = CRA OU = CRA Date: 2024.02.28 08:27:09 -05'00'		
		Brian Hanna, Executive Director or his designee Cannabis Regulatory Agency		

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STIPULATION

The parties stipulate to the following:

- 1. The facts alleged in the formal complaint are true and constitute a violation of the administrative rules promulgated under the MRTMA.
- 2. Respondent understands and intends that by signing this stipulation, Respondent is waiving the right under the MRTMA, administrative rules promulgated thereunder, and the Administrative Procedures Act of 1969, MCL 24.201 et seq., to require the CRA to prove the violations set forth in the formal complaint by presentation of evidence and legal authority, and to present a defense to the violations.
- 3. The parties considered the following in reaching this agreement:
 - a. At the time of the incident, Respondent utilized a point of sale (POS) system that did not have a place for a harvest date to be entered, requiring Respondent to create a new date field and change it to "harvest date."
 - b. Respondent stated it has since implemented a new POS system that has a field for harvest date.
 - c. Respondent provided standard operating procedures (SOPs) requiring additional audits before product reaches the sales floor.
 - d. Respondent was cooperative and wishes to resolve the allegations without the need for and expense of an administrative hearing.
 - e. Respondent has been licensed as an adult use retailer since 2020 and has no prior discipline against its license.
- 4. The CRA's centralized services director or her designee must approve this proposed agreement before it is forwarded to the CRA's executive director or his designee for review and issuance of the above consent order. The parties reserve the right to proceed to an administrative hearing without prejudice to

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either party, should the CRA's centralized services director, executive director, or their designees reject the proposed consent order.

By signing this stipulation, the parties confirm that they have read, understand, and agree with the terms of the consent order.

AGREED TO BY:

Sara

Hernandez

Digitally signed by: Sara Hernandez
DN: CN = Sara Hernandez email =
HernandezS1@michigan.gov C = US
O = CRA OU = LARA
Date: 2024.02.20 16:18:12 -05'00'

Sara Hernandez, CSD Director or her designee Cannabis Regulatory Agency

Dated: 2/20/24

AGREED TO BY:

Marie McPhail, Authorized Officer

on behalf of Respondent Amazing Budz, LLC

Dated:

Jacqueline Langwith P79600 Attorney for Respondent

Dated:

STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS CANNABIS REGULATORY AGENCY

In the Matter of

Amazing Budz, LLC ENF No: 23-00286

License No.: AU-R-000225

FORMAL COMPLAINT

The Cannabis Regulatory Agency ("Complainant") files this formal complaint against Amazing Budz, LLC ("Respondent") alleging upon information and belief as follows:

- 1. The Cannabis Regulatory Agency (CRA) is authorized under the Michigan Regulation and Taxation of Marihuana Act (MRTMA), MCL 333.27951, *et seq.*, and Executive Reorganization Order No.2019-2, MCL 333.27001, to investigate alleged violations of the MRTMA and the administrative rule promulgated thereunder, take disciplinary action to prevent such violations, and impose fines and other sanctions against applicants and licensees that violate the MRTMA or administrative rules.
- 2. Section 8(1)(d) of the MRTMA provides that the administrative rules must ensure the health, safety, and security of the public and integrity of the marijuana establishment operations.

FACTUAL ALLEGATIONS AND INTENDED ACTION OF THE CRA

- 3. Respondent holds an active state license under the MRTMA to operate an adult use retailer in the state of Michigan.
- 4. Respondent operated at 1301 South Main St. Adrian, Michigan 49221, at all times relevant to this complaint.
- 5. Following an investigation, the CRA determined that Respondent violated the MRTMA and/or administrative rules promulgated thereunder as set forth below:

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Formal Complaint ENF No.: 23-00286 CRA 5052 a. On December 18, 2022, the CRA received a complaint about a purchase of marijuana product from Respondent's establishment.

manjuana product from Nespondent's establishment.

b. The label for the marijuana product at issue had a harvest date of December

2, 2022, however, its testing date was November 11, 2022.

c. Marijuana product cannot be tested before it is harvested.

d. Respondent stated that its previous point of sale system (POS) did not have

a data key for harvest date, so it had a customized procedure for entering

the harvest date for each label.

e. Respondent stated for the marijuana product label at issue, it failed to follow

its customized procedure and entered the packing date instead of the

harvest date.

f. Respondent has updated its POS to a different vendor to avoid any further

labeling issues.

g. Respondent also implemented a second audit into its standard operating

procedure (SOP) before product reaches the sales floor.

Count I

Respondent's actions as described above in paragraphs a, b, c, and e demonstrate

a violation of Mich Admin Code, R 420.504 (1) before a marihuana product is sold

or transferred to or by a marihuana sales location, the container, bag, or product

holding the marihuana product must be sealed and labeled with all of the following

information: (c) date of harvest, if applicable.

THEREFORE, based on the above, the CRA gives notice of its intent to impose

fines and/or other sanctions against Respondent's license, which may include the

suspension, revocation, restriction, and/or refusal to renew Respondent's license.

Pursuant to Mich Admin Code, R 420.704(2), any party aggrieved by an action of the

CRA suspending, revoking, restricting, or refusing to renew a license, or imposing a

fine, shall be given a hearing upon request. A request for a hearing must be submitted

to the CRA in writing within 21 days after service of this complaint. Notice served by

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certified mail is considered complete on the business day following the date of the

mailing.

Respondent also has the right to request a compliance conference under Mich

Admin Code, R 420.704(1). A compliance conference is an informal meeting at which

Respondent has the opportunity to discuss the allegations in this complaint and

demonstrate compliance under the MRTMA and/or the administrative rules. A

compliance conference request must be submitted to the CRA in writing.

Hearing and compliance conference requests must be submitted in writing by one of

the following methods:

By Mail:

Department of Licensing & Regulatory Affairs

Cannabis Regulatory Agency

P.O. Box 30205

Lansing, Michigan 48909

In Person:

Department of Licensing & Regulatory Affairs

Cannabis Regulatory Agency

2407 North Grand River

Lansing, Michigan 48906

By Email:

CRA-LegalHearings@michigan.gov

If Respondent fails to timely respond to this formal complaint, a contested case

hearing will be scheduled to resolve this matter.

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Questions about this complaint should be directed to the Cannabis Regulatory Agency's legal section at (517) 284-8599 or CRA-LegalHearings@michigan.gov.

Dated:	5/30/2023	By: Aly	yssa A.	Grissom	Digitally signed by Alyssa A. Grissom Date: 2023.05.30 13:01:19 -04'00'
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Alyssa A. Grissom Legal Section Manager Cannabis Regulatory Agency