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

In the Matter of

846 Columbia, LLC dba Fire Creek		ENF No.: 21-00448
License No.: AU-R-000321		
	/	CONSENT ORDER AND STIPULATION

CONSENT ORDER

On October 20, 2021, the Cannabis Regulatory Agency (CRA) issued a formal complaint against the adult-use marijuana retailer establishment license (AU-R-000321) of 846 Columbia, LLC dba Fire Creek ("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 420.502(3), R 420.502(4), & R 420.505(1)(a).

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 420.502(3), R 420.502(4), & R 420.505(1)(a).

Accordingly, for these violations, IT IS ORDERED:

1. Respondent must pay a fine in the amount of five thousand and 00/100 dollars (\$5,000.00). 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 "21-00448" and license number "AU-R-000321" clearly displayed on the check or

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money order. Respondent shall mail the fine to Department of Licensing and 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, R 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.

		CAN	NABIS REGULATORY AGENCY
Signed on: ₋	5/3/2024	Ву: _	Brian Hanna ON: ON = Brian Hanna email = Jannaha ON: ON = Brian Hanna email = Jannaha ON: ON = Brian Hanna email = Jannaha ON: ON = ON:
			Brian Hanna, Executive Director or his designee Cannabis Regulatory Agency

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. Respondent provided the CRA disciplinary action letters for the employees involved in the sales.
 - b. Respondent provided the CRA updated Standard Operating Procedures (SOPs).
 - Respondent provided the CRA an affidavit from its Compliance
 Director, affirming employee training conducted, site visits and audits
 conducted, and the updating of SOPs.
 - 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 a 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

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:	AGREED TO BY:	
Sara Digitally signed by: Sara Hernandez DN: CN = Sara Hernandez email = HernandezS1@michigan.gov C = US Q = CRA OU = LARA Date: 2024.04.24 14:08:17 -04'00'	Bianla f. Call EDCBDDE4B059487	
Sara Hernandez, CSD Director or her designee Cannabis Regulatory Agency	Brandon Dabish, Authorized Officer on behalf of Respondent 846 Columbia, LLC	
Dated:04/24/2024	4/22/2024 Dated:	
	Rusfur	
	Reese Serra P74482 Attorney for Respondent	
	Dated: <u>4/22/24</u>	

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

In the Matter of

846 Columbia, LLC CMP No.: 21-001030

AU-ER No.: 000582

License No.: AU-R-000321

ENF No.: 21-00448

FORMAL COMPLAINT

The Marijuana Regulatory Agency ("Complainant") files this formal complaint against 846 Columbia, LLC ("Respondent") alleging upon information and belief as

follows:

1. The Marijuana Regulatory Agency (MRA) is authorized under the Michigan

Regulation and Taxation of Marihuana Act (MRTMA), 2018 IL1, 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 marihuana establishment

operations.

3. Respondent's conduct as described below is a risk to public health and safety

and/or the integrity of marihuana establishment operations.

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FACTUAL ALLEGATIONS AND INTENDED ACTION OF THE MRA

4. Respondent holds an active state license under the MRTMA to operate an adult

use retailer establishment in the state of Michigan.

5. Respondent operated at 846 Columbia Ave, Battle Creek, Michigan 49014, at all

times relevant to this complaint.

6. Following an investigation, the MRA determined that Respondent violated the

MRTMA and/or Administrative Rules promulgated thereunder as set forth below:

a. On July 12, 2021, the MRA placed statewide monitoring system (Metrc)

tag 1A4050300006EF6000012282 on administrative hold, pending an

investigation.

b. On July 21, 2021, Respondent made a sale from statewide monitoring

system (Metrc) tag 1A4050300006EF6000012282, while on administrative

hold.

c. Respondent violated Mich Admin Code, R 420.502(3), which states a

marihuana business shall not sell or transfer marihuana product that has

been placed on administrative hold, recalled, or ordered to be destroyed.

d. Respondent sold marijuana product to a customer after the package was

placed on administrative hold, which is also a violation of Mich Admin

Code, R 420.505(1), which states a marihuana sales location may sell or

transfer marihuana or a marihuana product to a marihuana customer if all

of the following are met: (a) The marihuana product has not been placed

on administrative hold, recalled, or ordered to be destroyed.

e. Respondent also violated Mich Admin Code, R 420.502(4), which states a

marihuana business must verify in the statewide monitoring system, prior

to any sale or transfer, that the marihuana product has not been placed on

an administrative hold, recalled, or ordered to be destroyed.

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THEREFORE, based on the above, the MRA 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.

Under MCL 333.27957 (1)(c) and Mich Admin Code, R 420.704(2), any party

aggrieved by an action of the MRA 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 MRA in writing within 21 days after service of this

complaint. Notice served by 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 Emergency Rules. A compliance

conference request must be submitted to the MRA 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

Marijuana Regulatory Agency

P.O. Box 30205

Lansing, Michigan 48909

In Person:

Department of Licensing & Regulatory Affairs

Marijuana Regulatory Agency

2407 North Grand River Lansing, Michigan 48906

By Email:

MRA-LegalHearings@michigan.gov

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

hearing will be scheduled to resolve this matter.

Questions about this complaint should be directed to the Marijuana Regulatory

Agency's legal section at (517) 284-8599 or MRA-LegalHearings@michigan.gov.

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October 20, 2021

By: Claire Patterson Date: 2021.10.20 08:29:12 -04'00'

Claire Patterson, Manager Scientific and Legal Section Manager Enforcement Division Marijuana Regulatory Agency