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

In the Matter of

Wanda Products LLC
License No. PR-000177

ENF No. 23-00296

_____/

CONSENT ORDER AND STIPULATION

## CONSENT ORDER

On June 7, 2023, the Cannabis Regulatory Agency (CRA) issued a formal complaint against the medical marijuana processor facility license (no.: PR-000177 of Wanda Products LLC (Respondent) under the Medical Marihuana Facilities Licensing Act (MMFLA), MCL 333.27101 *et seq.*, and administrative rules promulgated thereunder. The complaint alleged Respondent violated Mich Admin Code, R 420.602(2)(b), R 420.602(2)(c), R 420.602(2)(j), R 420.211(1), and R 420.210(2).

The executive director or designee reviewed the stipulation contained in this document and agrees the public interest is best served by resolution of the complaint. Therefore, the executive director or designee finds that the allegations contained in the complaint are true and that Respondent violated R 420.602(2)(b), R 420.602(2)(c), R 420.602(2)(j), R 420.211(1), and R 420.210(2).

Accordingly, for these violations, IT IS ORDERED:

1. Respondent must pay a fine in the amount of two thousand six hundred and sixty-six dollars and 67/100 ($2,666.67). 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). CRA guidance on how to make compliance payments online is available under "Tips for Licensees" at www.michigan.gov/cra/bulletins. Checks or money orders shall be made payable to the State of Michigan with "ENF No. 23-00296" and "License No. PR-000177" clearly displayed on the check or money order and mailed to: Department of Licensing and Regulatory Affairs, Cannabis Regulatory Agency, P.O. 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.

3. Unless otherwise specified in this order, Respondent shall direct any communications to the CRA that are required by the terms of this order to CRA-CSS@michigan.gov.

4. Respondent shall be responsible for all costs and expenses incurred in complying with the terms and conditions of this consent order.

5. If Respondent violates any term or condition set forth in this order, Respondent may be subject to additional fines and/or other sanctions.

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

CANNABIS REGULATORY AGENCY

Signed on: 7/3/2025

By: Brian Hanna Digitally signed by: Brian Hanna DN: CN = Brian Hanna email = hannab@michigan.gov C = US O = CRA OU = CRA Date: 2025.07.03 10:51:55 -04'00'

Executive Director Brian Hanna
or 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 MMFLA.

2. Respondent understands and intends that by signing this stipulation, Respondent is waiving the right under the MMFLA, administrative rules promulgated thereunder, and the Administrative Procedures Act of 1969, MCL 24.201 *et seq.*, to require the CRA to prove the charges set forth in the complaint by presentation of evidence and legal authority and to present a defense to the charges.

3. The parties considered the following in reaching this agreement:

   a. Respondent candidly acknowledged the errors in Metrc regarding current and former employees, the two outdoor plants without tags, and its failure to waste resin-covered gloves when speaking with the CRA's regulation agent during the investigation. Respondent immediately worked to rectify the situation by correcting the employee information in Metrc, tagging the two plants, and properly wasting the gloves.

   b. Respondent advised that both employees under the age of 21 were family members. Respondent advised the extent of the male employee's involvement was cutting 15 acres of native grass one time when he was visiting during summer break and that he does not work there. Respondent advised the other employee, the owner's daughter, no longer works for the business.

   c. This license closed in January 2025.

   d. Respondent was cooperative and wishes to resolve the allegations without the need for and expense of an administrative hearing.

4. The CRA's Legal Division director or designee must approve this proposed agreement before it is forwarded to the CRA's executive director or

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 Legal Division director, executive director, or 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:

Alyssa A. Grissom Digitally signed by Alyssa A. Grissom Date: 2025.07.02 15:37:54 -04'00'

Alyssa A. Grissom
Legal Division Director
or Designee
Cannabis Regulatory Agency
Dated: 7/2/2025

Risa Hunt-Scully

Risa Hunt-Scully (P58239)
Assistant Attorney General
Attorney for Cannabis Regulatory Agency
Dated: 6/27/2025

AGREED TO BY:

Jeffrey Tenniswood
Authorized Representative
On behalf of Respondent
Wanda Products LLC
Dated: 6/26/2025

/s/ Jeffrey Schroder

Jeffrey Schroder (P63172)
Attorney for Respondent

Dated: 6/26/2025

LF: 2024-0417131-A/Wanda Products, PR-000177, ENF 23-00296/Consent Order and Stipulation 2025-06-23

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

In the Matter of

Wanda Products LLC
License No.: PR-000177
_____/

ENF No: 23-00296

FORMAL COMPLAINT

The Cannabis Regulatory Agency ("CRA") files this formal complaint against Wanda Products LLC ("Respondent") alleging upon information and belief as follows:

1. The CRA is authorized under the Medical Marihuana Facilities Licensing Act (MMFLA), MCL 333.27101 *et seq*., and Executive Reorganization Order No.2019-2, MCL 333.27001, to investigate alleged violations of the MMFLA and the administrative rules promulgated thereunder, take disciplinary action to prevent such violations, and impose fines and other sanctions against applicants and licensees that violate the MMFLA or administrative rules.

2. Section 402(12) of the MMFLA provides that the expiration of a license does not terminate the CRA's authority to impose sanctions on the license.

FACTUAL ALLEGATIONS AND INTENDED ACTION OF THE CRA

3. Respondent holds an active state operating license under the MMFLA to operate a medical marijuana processor facility in the state of Michigan.

4. Respondent operated at 1369 Cripps Road, Luzerne, Michigan 48636, at all times relevant to this complaint.

5. Following an investigation, the CRA determined that Respondent violated the MMFLA and/or administrative rules promulgated thereunder as set forth below:

a. On September 1, 2022, a CRA Regulation Agent (RA) conducted an onsite investigation at Respondent's medical marijuana processor facility regarding a complaint.
b. The CRA RA observed two active employees not listed as employees in the statewide monitoring system (Metrc).
c. The CRA RA discovered two employees under the age of 21 working for Respondent.
d. The CRA RA discovered two former employees listed as active employees in Metrc.
e. The CRA RA observed two plants without Metrc tags in the outside field.
f. The CRA RA observed used gloves with excess resin being kept in the freezer for future use. Respondent confirmed that the excess resin was waste. The excess resin was not disposed of properly.

**Count I**

Respondent's actions as described above in paragraph b demonstrates a violation of Mich Admin Code R 420.602(2)(b), which states that a licensee shall comply with all of the following: (b) Enter in the statewide monitoring system an employee's information and level of statewide monitoring system access within 7 business days of hiring for the system to assign an employee identification number. The licensee shall update in the statewide monitoring system employee information and changes in status or access within 7 business days.

**Count II**

Respondent's actions as described above in paragraph d demonstrates a violation of Mich Admin Code R 420.602(2)(c), which states that a licensee shall comply with all of the following: (c) Remove an employee's access and permissions to the marihuana business and the statewide monitoring system within 7 business days after the employee's employment with the licensee is terminated.

## Count III

Respondent's actions as described above in paragraph c demonstrates a violation of Mich Admin Code R 420.602(2)(j) which states that a licensee shall comply with all of the following: (j) A licensee under the MRMTA shall not allow a person under 21 years of age to volunteer or work for the marihuana establishment pursuant to section 11 of the MRTMA, MCL 333.27961.

## Count IV

Respondent's actions as described above in paragraph f demonstrates a violation of Mich Admin Code R 420.211(1), which states that a marihuana product that is to be destroyed or is considered waste must be rendered into an unusable and unrecognizable form through grinding or another method as determined by the agency that incorporates the marihuana product waste with 1 or more of the following types of nonconsumable solid waste so that the resulting mixture is not less than 50% non-marihuana product waste: (a) Paper waste. (b) Plastic waste. (c) Cardboard waste. (d) Food waste. (e) Grease or other compostable oil waste. (f) Fermented organic matter or other compost activators. (g) Soil. (h) Other waste approved in writing by the agency.

## Count V

Respondent's actions as described above in paragraph e demonstrates a violation of Mich Admin Code R 420.210(2), which states that a marihuana business must not have any marihuana product without a batch number or identification tag or label pursuant to these rules. A licensee shall immediately tag, identify, or record as part of a batch in the statewide monitoring system any marihuana product as provided in these rules.

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.

Under MCL 333.27407(4) and 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 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 MMFLA 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.

**CONTINUED ONTO NEXT PAGE**

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

Dated: 6/7/23

By: Alyssa A. Grissom Digitally signed by Alyssa A. Grissom Date: 2023.06.07 10:28:39 -04'00'

Alyssa A. Grissom
Legal Section Manager
Cannabis Regulatory Agency