STATE OF MICHIGAN DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS¹ MARIJUANA REGULATORY AGENCY

In the Matter of

3843 Euclid, LLC License No. PR-000098 & AU-P-000106 CMP Nos. 20-000812 & 20-000834 ERG Nos. 000187 & AU-ER-000213

STIPULATED ORDER OF SUSPENSION

The Marijuana Regulatory Agency (MRA) and 3843 Euclid, LLC hereby stipulate and agree as follows:

- 1. On or about July 31, 2020, the MRA initiated an investigation into the operation of 3843 Euclid's medical marijuana processor facility (license no. PR-000098) and co-located adult-use marijuana processor establishment (license no. AU-P-000106) (collectively, the business) to ensure compliance with the Medical Marijuana Facilities Licensing Act (MMFLA), MCL 333.27101 et seq., Michigan Regulation and Taxation of Marihuana Act (MRTMA), MCL 333.27951 et seq., and/or associated administrative rules, Mich Admin Code, R 420.1 et seq.
- The MRA initiated its investigation based on information that on
 July 13, 2020, an individual at the business licked a pre-roll marijuana product
 while making the product.

¹ Executive Reorganization Order 2019-2 created the Marijuana Regulatory Agency (MRA) as a Type I agency within the Department of Licensing and Regulatory Affairs (LARA). MCL 333.27001(1)(a), (d). The MRA exercises its statutory powers, duties, and functions independent of LARA's direction. MCL 16.103.

- 3. In the interest of the public health and safety, the MRA issued an order on July 31, 2020, placing all marijuana products in the business' inventory identified in the statewide monitoring system (METRC) as a "pre-roll" on an administrative hold during the ongoing investigation and prohibiting the sale or transfer of any marijuana products on administrative hold.
 - 4. Additional investigation is required.
- 5. In response to the administrative hold order, 3843 Euclid represented that it voluntarily ceased all processing activities as of the close of business on July 31, 2020; took additional steps to address the issue internally; and intends to remain inactive until further instruction from the MRA and pending internal investigation and corrective action.
- 6. In light of the above, the parties stipulate that 3843 Euclid's medical and adult-use processor licenses (nos. PR-000098 & AU-P-000106) shall be suspended for a period of 14 days after the effective date of this order, pending further MRA investigation and any resulting enforcement action.
- 7. No party makes any concession as to the merits of the opposing party's claims or defenses by entering into and complying with this stipulated order.
- 8. The parties understand that this stipulated order does not resolve any allegations identified in the ongoing investigation; that this stipulated order does not preclude the MRA from taking disciplinary action, including but not limited to issuing an order of summary suspension, a formal complaint, and/or a consent order to resolve any violations identified in the investigation; and that the administrative hold issued on July 31, 2020, remains in effect.

9. If Respondent violates this stipulated order, Respondent will be subject to fines and/or other sanctions under the MMFLA, MRTMA, and/or associated administrative rules.

IT IS SO ORDERED.

Pursuant to the parties' stipulation as outlined above, 3843 Euclid's medical and adult-use processor licenses (nos. PR-000098 & AU-P-000106) shall be suspended for a period of 14 days after the effective date of this order.

This order shall be effective on the date signed by the MRA's executive director or his designee, as set forth below.

Signed on:

8/6/2020

Brisbo

Digitally signed by: Andrew Brisbo
DN; CN = Andrew Brisbo email =
brisboa@michigan.gov C = US O =
MRA
Date: 2020.08.06 10:03:51 -04'00'

Andrew Brisbo, Executive Director Marijuana Regulatory Agency

AGREED TO BY:

Kavita Kale PN: CN = Kavita Kale email = Kalek@michigan.gov C = Us

Kavita Kale Enforcement Division Director Marijuana Regulatory Agency

Dated: Aug. 06, 2020

AGREED TO BY:

Andrew

Brandon Dabish, Authorized Officer

On behalf of Respondent 3843 Euclid, LLC

Dated: August 5, 2020

/s/ Erika N. Marzorati

Erika N. Marzorati (P78100) Risa Hunt-Scully (P58239) Assistant Attorneys General Attorney for Complainant

Dated: August 5, 2020

Jacqueline Langwith (P79600) Attorney for Respondent

Dated: August 5, 2020

LF: 2020-0296763-A / 3843 Euclid, LLC - Pre-Roll Investigation / Stipulated Order of Suspension - 2020-08-05