

STATE OF MICHIGAN
DEPARTMENT OF REGULATORY AFFAIRS¹
MARIJUANA REGULATORY AGENCY

In the Matter of

Iron Laboratories, LLC
ERG No.: 000138
License No.: SC-000003
ENF No.: 20-00054

CMP No.: 20-000483

CONSENT ORDER AND STIPULATION

CONSENT ORDER

On June 17, 2020, the Marijuana Regulatory Agency (MRA) issued a formal complaint against the medical marijuana safety compliance facility license SC-000003 of Iron Laboratories, LLC (“Respondent”) under the Medical Marijuana Facilities Licensing Act (MMFLA), MCL 333.27101 *et seq.*, and the administrative rules promulgated thereunder. The formal complaint alleged Respondent violated Mich Admin Code, R 333.247(10) and R 333.231(2)(e).

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 the allegations contained in the formal complaint are true and that Respondent violated Mich Admin Code, R 333.247(10) and R 333.231(2)(e).

Accordingly, for these violations, IT IS ORDERED:

1. Respondent must pay a fine in the amount of one thousand dollars and 00/100 dollars (\$1,000.00). This fine shall be paid within 30 days of the effective date of this order by check or money order made payable to the State of Michigan with enforcement number “20-00054” clearly displayed on the check or money order. Respondent shall mail the fine to Department of Licensing and Regulatory Affairs, Marijuana Regulatory Agency, PO BOX 30205, Lansing, Michigan 48909.
2. If Respondent fails to timely pay the fine, Respondent’s license shall be suspended until payment is received.


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. Unless otherwise specified in this order, Respondent shall direct any communications to the MRA that are required by the terms of this order to MRA-LegalHearings@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 will be subject to fines and/or other sanctions under section 407(1) of the MMFLA, MCL 333.27407(1), and Mich Admin Code, R 333.219.

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

MARIJUANA REGULATORY AGENCY

Signed on: August 4, 2020

By:  Digitally signed by: Andrew Brisbo
DN: CN = Andrew Brisbo email =
brisboa@michigan.gov C = US O =
MRA
Date: 2020.08.04 10:23:01 -04'00'
Andrew Brisbo, Executive Director
Marijuana 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 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 MRA to prove the charges set forth in the formal 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 provided mitigating documentation and testimony related to the allegations in the formal complaint.
 - b. Respondent was cooperative and wishes to resolve the allegations without the need for and expense of an administrative hearing.
4. The MRA's enforcement division director on her designee must approve this proposed agreement before it is forwarded to the MRA'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 MRA's enforcement division director, executive director, or their designees reject the proposed consent order.

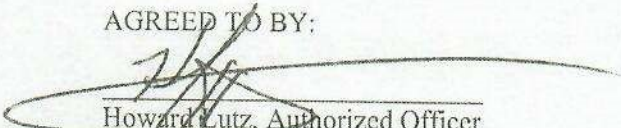
By signing this stipulation, the parties confirm that they have read, understand, and agree with the terms of the consent order.

AGREED TO BY:


Kavita Kale
Digitally signed by: Kavita Kale
DN: CN = Kavita Kale email =
kalek@michigan.gov C = US
Date: 2020.08.04 08:57:30 -0400

Kavita Kale
Enforcement Division Director
Marijuana Regulatory Agency
Dated: **August 4, 2020**

AGREED TO BY:


Howard Lutz, Authorized Officer
On behalf of Respondent
Iron Laboratories, LLC
Dated: 7-31-2020

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Seth P. Tompkins, Esq. (P63249)
Attorney for Respondent
Dated: 8/3/2020

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

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Iron Laboratories, LLC
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License No.: SC-000003
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FORMAL COMPLAINT

The Marijuana Regulatory Agency (“Complainant”) files this formal complaint against Iron Laboratories, LLC (“Respondent”) alleging upon information and belief as follows:

1. The Marijuana Regulatory Agency (MRA) is authorized under the Medical Marijuana 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 MRA’s authority to impose sanctions on the license.

3. Section 206(c) of the MMFLA provides that the administrative rules must ensure the health, safety, and security of the public and integrity of the marijuana facility operations.

4. Respondent’s conduct as described below is a risk to public health and safety and/or the integrity of marijuana facility operations.

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FACTUAL ALLEGATIONS AND INTENDED ACTION OF THE MRA

5. Respondent holds an active state operating license under the MMFLA to operate a medical marihuana safety compliance facility in the state of Michigan.

6. Respondent operated at 1825 West Maple, Walled Lake, MI, 48393 at all times relevant to this complaint.

7. Following an investigation, the MRA determined that Respondent violated the MMFLA and/or administrative rules promulgated thereunder as set forth below:
 - a. On December 11, 2019, Respondent was notified it did not submit copies of all its annual proficiency testing for the department to review.
 - b. On December 27, 2019, Respondent was provided with a testing review report that highlighted residual solvent tests for its annual proficiency testing that were not submitted.
 - c. On February 12, 2020, Respondent was notified again, that the residual solvent tests for its annual proficiency testing were still outstanding.
 - d. Based on the abovementioned, Respondent failed to provide the MRA with copies of annual proficiency testing to the department for review in violation of Mich Admin Code R 333.247(10).
 - e. Furthermore, Respondent failed to make available records to the department upon request in violation of Mich Admin Code R 31(2)(e).
 - f. On April 8, 2020, Respondent sent the residual solvent tests for its annual proficiency testing to the MRA for review.

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 333.27407(4) and Mich Admin Code, R 333.29494(2), any party aggrieved by an

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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 333.294(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 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

If Respondent fails to timely respond to this formal complaint, a contested case hearing will be scheduled to resolve this matter. The MRA reserves the right to review the formal complaint and amend it should this matter proceed to a contested case hearing.

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

Dated: 16 June 2020

MARIJUANA REGULATORY AGENCY

By: **Kavita Kale**
Kavita Kale, Enforcement Division Director

Digitally signed by: Kavita Kale
DN: CN = Kavita Kale email =
kalek@michigan.gov C = US
Date: 2020.06.16 14:47:59 -04'00'

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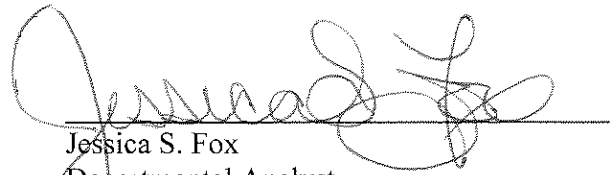
PROOF OF SERVICE

I hereby certify that on June 17, 2020, I mailed a copy of the Formal Complaint dated June 17, 2020, in the above captioned case by certified mail (return receipt requested) to:

Iron Laboratories, LLC
1825 E. West Maple Rd.
Walled Lake, MI 48390

With a copy to:

Seth P. Tompkins, Esq.
Pollicella & Associates, PLLC
4312 E. Grand River Avenue
Howell, MI 48843



Jessica S. Fox
Departmental Analyst
Marijuana Regulatory Agency
Department of Licensing & Regulatory Affairs