

STATE OF MICHIGAN  
DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS<sup>1</sup>  
MARIJUANA REGULATORY AGENCY

In the Matter of

ENF No. 19-00016

PSI Labs, LLC  
License No. SC-000005

/ CONSENT ORDER AND STIPULATION

CONSENT ORDER

On September 16, 2019, the Marijuana Regulatory Agency (MRA) issued a citation against the medical marijuana safety compliance facility license (no. SC-000005) of PSI Labs, LLC (“Respondent”) under the Medical Marijuana Facilities Licensing Act (MMFLA), MCL 333.27101 *et seq.*, and administrative rules promulgated thereunder. The citation alleged Respondent violated Mich Admin Code, R 333.246(3)(b).

The executive director reviewed the stipulation contained in this document and agrees the public interest is best served by resolution of the citation. Therefore, the executive director finds that the allegations contained in the citation are true and that Respondent violated Mich Admin Code, R 333.246(3)(b).

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<sup>1</sup> 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.

Accordingly, for these violations, IT IS ORDERED:

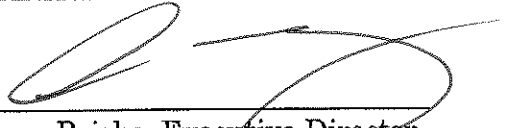
1. Respondent must pay a fine in the amount of twelve thousand and 00/100 dollars (\$12,000.00). This fine shall be paid within 60 days of the effective date of this order by check or money order made payable to the State of Michigan with enforcement number "19-00016" clearly displayed on the check or money order. Respondent shall mail the fine to Department of Licensing and Regulatory Affairs, Marijuana Regulatory Agency, P.O. Box. 30205, Lansing, Michigan 48909, or Respondent may pay online through the Accela Citizen Access Portal (<https://aca3.accela.com/MIMM>).
2. If Respondent fails to timely pay the fine, Respondent's license shall be suspended until payment is received.
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 consent order is intended to encompass and resolve the specific conduct and violations alleged in the September 16, 2019 citation, as well as the specific conduct and violations alleged in investigation numbers CMP-19-000734 (ENF no. 19-00051) and CMP-19-000753 (ENF no. 19-00055).

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: 2/7/2020

By:   
Andrew Brisbo, Executive Director  
Marijuana Regulatory Agency

## STIPULATION

The parties stipulate to the following:

1. Respondent does not contest the allegations of fact and law in the complaint. By pleading no contest, Respondent does not admit the truth of the allegations but agrees that the MRA's executive director may enter an order treating the allegations as true for purposes of resolving the complaint.
2. Respondent understands and intends that by signing this stipulation, Respondent is waiving the right under the MMFLA, 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 citation 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 was cooperative and wishes to resolve the allegations without the need for and expense of an administrative hearing.
  - b) There is no evidence that any products associated with the citation and investigations referenced in this consent order that may have posed a threat to consumer health or safety were released or entered into the supply chain or made available to patients as a results of Respondent's conduct.
4. The MRA's enforcement division director or 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:

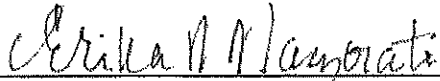


Kavita Kale  
Enforcement Division Director  
Marijuana Regulatory Agency  
Dated: 02/07/2020

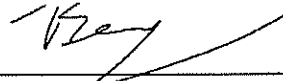
AGREED TO BY:



Benjamin J. Rosman, Authorized Officer  
On behalf of Respondent  
PSI Labs, LLC  
Dated: 02/04/2020



Erika N. Marzorati (P78100)  
Risa Hunt-Scully (P58239)  
Assistant Attorneys General  
Attorneys for Complainant  
Dated: 2/7/2020



Benjamin D. Joffe (P77134)  
Attorney for Respondent

Dated: 2/7/2020