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

In the Matter of

REVOLUTION STRAINS INC. dba Nirvana Center Center Line & Nirvana Center Traverse City License Nos.: PC-000454 & PC-000443

CONSENT ORDER AND STIPULATION

ENF No.: 22-00208

CONSENT ORDER

On April 4, 2022, the Cannabis Regulatory Agency (CRA) issued a formal complaint against the medical marijuana provisioning center establishment licenses (PC-000454 & PC-000443) of Revolutions Strains, Inc. ("Respondent") under the Medical Marihuana Facilities Licensing Act (MMFLA), MCL 333.27101 *et seq.*, and the administrative rules promulgated thereunder. The formal complaint alleged Respondent violated Section 701 of the MMFLA, MCL 333.27701.

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 Section 701 of the MMFLA, MCL 333.27701.

Accordingly, for these violations, IT IS ORDERED:

1. Respondent must pay a fine in the amount of twenty thousand and 00/100 dollars (\$20,000). 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 "22-

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00208" and license numbers "PC-000454 & PC-000443" clearly displayed on the check or money order. Respondent shall mail the fine to Department of Licensing and Regulatory Affairs, Cannabis Regulatory Agency, PO BOX 30205, Lansing, Michigan 48909.

- 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-LegalHearings@michigan.gov</u>.
- 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 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 420.808.
- 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.

By:

CANNABIS REGULATORY AGENCY

Signed on: 12/08/2022

Brian Hanna
Digitally signed by: Brian Hanna
DN, CN = Brian Hanna email =
Natinab@michigan.gov C = US O =
CRA OU = CRA
Date: 2022 12.08 14:51:17 -05'00'

Brian Hanna, Acting Executive Director and/or his designee Cannabis Regulatory Agency

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STIPULATION

The parties stipulate to the following:

- The facts alleged in the formal complaint are true and constitute a violation of the MMFLA.
- 2. Respondent understands and intends that by signing this stipulation, Respondent is waiving the right under the MMFLA, the 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 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:
 - Respondent submitted the Annual Financial Statement on February 23, 2022.
 - Respondent was cooperative and wishes to resolve the allegations without the need for and expense of an administrative hearing.
 - c. Respondent has been licensed as a medical marijuana provisioning center establishment since 2020 and has no prior discipline against its licenses.
- 4. The CRA's enforcement division director or his/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 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:

Desmond Mitchell Digitally signed by Desmond Mitchell Date: 2022.12.07 17:19:05 -05'00'

Desmond Mitchell, Operations Director and/or his designee Cannabis Regulatory Agency

AGREED TO BY:

Ihsan Ullan, President on behalf of Respondent Revolution Strains, Inc.

Dated: 11-5-2022

Allison Arnold (P45545) Attorney for Respondent

Dated: 12-5-2022

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

In the Matter of

Revolution Strains, Inc.

ERG No.: 002173

License No(s).: PC-000454 & PC-000443

CMP No.: 21-001737 ENF No.: 22-00208

FORMAL COMPLAINT

The Marijuana Regulatory Agency ("Complainant") files this formal complaint against Revolution Strains, Inc. ("Respondent") alleging upon information and belief as

follows:

1. The Marijuana Regulatory Agency (MRA) 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. Respondent, under section 701 of the MMFLA (MCL 333.27701) is required to

transmit to the MRA a financial statement(s) of the licensee's total operations by 30 days

after the end of each state fiscal year.

3. Respondent's annual financial statement(s) for fiscal year 2021 were due on or

before October 31, 2021.

4. Respondent filed its annual financial statement(s) for FY 2021 on February 23,

2022, 115 days after the above-referenced deadline.

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5. Respondent's failure to timely file the required Annual Financial Statement(s) is in

violation of Section 701 of the MMFLA, MCL 333.27701.

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.

A licensee 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.

See MCL 333.27407(4); Mich Admin Code, R 420.704(3) and R 420.808(2)(b). A request

for a hearing must be submitted to the MRA in writing within 21 days after service of this

complaint. Mich Admin Code, R 420.704(2) and R 420.808(3). Notice served by certified

mail is considered complete on the business day following the date of the mailing. MCL

333.27407(4).

Respondent also may be given an opportunity to meet with the MRA to negotiate a

settlement or demonstrate compliance with the MMFLA and administrative rules prior to

a contested case hearing. Mich Admin Code, R 420.704(1) and R 420.808(2)(a). A

request for a compliance conference must be submitted to the MRA in writing within 21

days after service of this complaint. Mich Admin Code, R 420.808(3).

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

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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. Mich Admin Code, R 420.808(3).

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

Dated: 4/4/22

MARIJUANA REGULATORY AGENCY

Julie Kluytman, Director Enforcement Division Marijuana Regulatory Agency