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

In the Matter of

TRCOL of Niles, LLC dba TriMed Farm License Nos.: AU-G-C-000326, AU-G-C-000378, AU-G-C-000379, & AU-G-C-000416 ENF No.: 21-00436

CONSENT ORDER AND STIPULATION

#### CONSENT ORDER

On October 19, 2021, the Cannabis Regulatory Agency (CRA) issued a formal complaint against the adult-use marijuana grower class C establishment licenses (AU-G-C-000326, AU-G-C-000378, AU-G-C-000379, and AU-G-C-000416) of TRCOL of Niles, LLC ("Respondent") under the Michigan Regulation and Taxation of Marihuana Act (MRTMA), MCL 333.27951 *et seq.*, and the administrative rules promulgated thereunder. The formal complaint alleged Respondent violated Mich Admin Code, R 420.206(1)(b)(i) and R 420.203(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 all of the allegations contained in the formal complaint are true and that Respondent violated Mich Admin Code, R 420.206(1)(b)(i) and R 420.203(2)(e)

Accordingly, for these violations, IT IS ORDERED:

 Respondent must pay a fine in the amount of six thousand and 00/100 dollars (\$6,000.00). 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 <u>www.michigan.gov/cra</u>. Check or money orders shall be made payable to the State of Michigan with enforcement number "21-

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00436" and license numbers "AU-G-C-000326, AU-G-C-000378, AU-G-C-000379, and AU-G-C-000416" 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.

- 2. If Respondent fails to timely comply with the terms of this order, Respondent's licenses 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-</u> 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.
- If Respondent violates any term or condition set forth in this order, Respondent will be subject to fines and/or other sanctions under section7(1)(c) of the MRTMA, MCL 333.27957, and Mich Admin Code, 420.808.
- 6. 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.

#### CANNABIS REGULATORY AGENCY

08/28/2023 Signed on: \_\_\_\_\_ Adam Sandoval Digitally signed by Adam Sandoval Date: 2023.08.28 15:46:23 -04'00'

By: \_\_\_

Brian Hanna, Executive Director or his designee Cannabis 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 MRTMA.
- Respondent understands and intends that by signing this stipulation, Respondent is waiving the right under the MRTMA, administrative rules promulgated thereunder, and the Administrative Procedures Act of 1969, MCL 24.201 *et seq.*, to require the CRA to prove the violations set forth in the formal complaint by presentation of evidence and legal authority, and to present a defense to the violations.
- 3. The parties considered the following in reaching this agreement:
  - a. Respondent's visibility and security risk were mitigated since its establishments are accessed by a private drive.
  - b. Respondent was cooperative and wishes to resolve the allegations without the need for and expense of an administrative hearing.
- 4. The CRA's operations director or his 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 operations 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.

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#### AGREED TO BY:

AGREED TO BY:

Desmond Mitchell -04'00'
Digitally signed by Desmond Mitchell Date: 2023.06.28 06:11:33 -04'00'

Desmond Mitchell, Operations Director Michael Gelatka, Authorized Officer or his designee Cannabis Regulatory Agency

Dated: 6/28/2023

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on behalf of Respondent **TRCOL of Niles, LLC** 

6-21-2023 Dated:

Kristina Munsters, P 74507 Attorney for Respondent

Dated: 6/27/2023

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

In the Matter of

 TRCOL of Niles, LLC dba TriMed Farm
 CMP No.: 21-000978

 AU-ER No.: 000903
 License Nos.: AU-G-C-000326, AU-G-C-000378, AU-G-C-000379, AU-G-C-000416

 ENF No.: 21-00436
 ENF No.: 21-00436

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# FORMAL COMPLAINT

The Marijuana Regulatory Agency ("Complainant") files this formal complaint against TRCOL of Niles, LLC dba TriMed Farm ("Respondent") alleging upon information and belief as follows:

1. The Marijuana Regulatory Agency (MRA) is authorized under the Michigan Regulation and Taxation of Marihuana Act (MRTMA), 2018 IL1, *et seq.*, and Executive Reorganization Order No.2019-2, MCL 333.27001, to investigate alleged violations of the MRTMA and the Administrative Rule promulgated thereunder, take disciplinary action to prevent such violations, and impose fines and other sanctions against applicants and licensees that violate the MRTMA or Administrative Rules.

2. Section 8(1)(d) of the MRTMA provides that the Administrative Rules must ensure the health, safety, and security of the public and integrity of the marihuana establishment operations.

3. Respondent's conduct as described below is a risk to public health and safety and/or the integrity of marihuana establishment operations.

## FACTUAL ALLEGATIONS AND INTENDED ACTION OF THE MRA

4. Respondent holds active state licenses under the MRTMA to operate multiple adult use Class C marihuana grower establishments in the state of Michigan.

5. Respondent operated at 1271 Eden Way, Chesaning, Michigan 48616, at all times relevant to this complaint.

6. Following an investigation, the MRA determined that Respondent violated the MRTMA and/or Administrative Rules promulgated thereunder as set forth below:

- a. On July 9, 2021, the MRA received a complaint regarding Respondent's marijuana plants being visible from a public road.
- b. During an inspection on August 18, 2021, the MRA observed Respondent's marijuana plants, while fenced and somewhat covered, were still visible from a public road.
- c. During the same inspection, the MRA observed both Respondent's front gate as well as the gate into the enclosure where marijuana plants were being cultivated were unlocked and open, rendering the marijuana plants accessible to anyone who entered the property in violation of Mich Admin Code, R 420.206(1), which states a cultivator shall not operate a marihuana business unless either of the following conditions is met: (b) The cultivator operations are within a building, except that cultivation may occur in an outdoor area, if all of the following conditions are met: (i) The outdoor area containing the cultivation of marihuana plants is contiguous with the building, fully enclosed by fences or barriers that ensure that the plants are not visible from a public place without the use of binoculars, aircraft, or other optical aids, and the fences are secured and comply with the applicable security measures in these rules, including, but not limited to, locked entries only accessible to authorized persons or emergency personnel.

d. Respondent's failure to secure access to the outdoor cultivation area is also a violation of Mich Admin Code, R 420.203(2) which states that a licensee shall comply with all of the following: (e) [A]ccess to a marihuana business's restricted and limited access areas is restricted to the licensee, employees of the licensee, escorted visitors, and the agency. A marihuana sales location or a marihuana microbusiness may grant access as provided in R 420.206(9) to customers to a dedicated point of sale area.

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 333.27957 (1)(c) and Mich Admin Code, R 420.704(2), any party 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. 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 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 MRTMA and/or the Emergency 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

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2407 North Grand River Lansing, Michigan 48906

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.

Questions about this complaint should be directed to the Marijuana Regulatory Agency's legal section at (517) 284-8599 or <u>MRA-LegalHearings@michigan.gov.</u>

Dated: <u>10/19/21</u>

By: \_

Claire Patterson Digitally signed by Claire Patterson Date: 2021.10.19 09:56:33 -04'00' Claire Patterson, Manager

Claire Patterson, Manager Scientific and Legal Section Manager Enforcement Division Marijuana Regulatory Agency