

**STATE OF MICHIGAN
DEPARTMENT OF LICENSING AND REGULATORY AFFAIRS
CANNABIS REGULATORY AGENCY¹**

In the Matter of

**Klean Herbal Solutions, LLC dba Stash Detroit
ERG No. 000459
License No. PC-000339
CMP No. 22-001322**

ENF No. 21-00490

/ CONSENT ORDER AND STIPULATION

CONSENT ORDER

On 12/03/2021, the Cannabis Regulatory Agency (CRA) issued a formal complaint against the medical marijuana provisioning center license (no. PC-000339) of Klean Herbal Solutions, LLC dba Stash Detroit (Respondent) under the Medical Marihuana Facilities Licensing Act (MMFLA), MCL 333.27101 *et seq.*, and administrative rules promulgated thereunder. The complaint alleged Respondent violated Mich Admin Code, R 420.210(1), R 420.111(4)(b), and R 420.212(1).

The executive director or designee reviewed the stipulation contained in this document and agrees the public interest is best served by resolution of the complaint. Therefore, the executive director or designee finds that the allegations contained in the complaint are true and that Respondent violated Mich Admin Code R 420.210(1), R 420.111(4)(b), and R 420.212(1).

Accordingly, for these violations, IT IS ORDERED:

¹ The Marijuana Regulatory Agency was renamed the Cannabis Regulatory Agency under Executive Reorganization Order No. 2022-1, effective April 13, 2022. MCL 333.27002(1)(a).

1. Respondent's license (no. PC-000339) is expired. The license shall not be renewed, reinstated, reissued, or reactivated, limited or otherwise, at any future date.
2. Respondent's supplemental applicant, Mario Seman, is also the sole supplemental applicant for entity prequalification record no. ERG-000459. Prequalification for ERG-000459 is withdrawn and will be placed in lapsed status.
3. Respondent and Respondent's supplemental applicant, Mario Seman, are permanently prohibited from applying for or otherwise seeking any new marijuana business license in the State of Michigan; exercising managerial control over such a business; or otherwise meeting the criteria to be deemed an applicant, supplemental applicant, or otherwise subject to a background investigation of any such business.
4. Respondent and Respondent's supplemental applicant, Mario Seman, are permanently prohibited from any new ownership interest in a licensed marijuana business in the State of Michigan.
5. Respondent's supplemental applicant, Mario Seman, is permanently prohibited from being employed or working in any capacity at a licensed marijuana business in the State of Michigan, including but not limited to, performing the functions of a regular or managerial employee, rendering any services as an independent contractor, or rendering any services via another party.
6. Unless otherwise specified in this order, Respondent shall direct any communications to the CRA that are required by the terms of this order to CRA-LegalHearings@michigan.gov.
7. Respondent shall be responsible for all costs and expenses incurred in complying with the terms and conditions of this consent order.
8. If Respondent violates any term or condition set forth in this order, Respondent may be subject to fines and/or other sanctions.

This order shall be effective 30 days after the date signed by the CRA's executive director or designee, as set forth below.

CANNABIS REGULATORY AGENCY

Signed on: 6/2/23

By: Adam Sandoval
Digitally signed by Adam Sandoval
Date: 2023.06.02 07:13:53 -04'00'
Executive Director Brian Hanna
or Designee
Cannabis Regulatory Agency

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 CRA to prove the charges set forth in the 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 was cooperative and wishes to resolve the allegations without the need for and expense of an administrative hearing.
 - b) Respondent represents that the incident stemmed from its own misunderstandings, rather than an intentional disregard of applicable rules.
 - c) The ground adjacent to Respondent's business buckled in September 2021, causing damage that required the building to be demolished. Respondent did not reopen and has not been in operation since that date.
 - d) Respondent and Respondent's supplemental applicant, Mario Seman, understand and agree that any new application for a state marijuana business license or renewal contrary to the accompanying consent order will be denied.

4. The CRA’s operations director or designee must approve this proposed agreement before it is forwarded to the CRA’s executive director or 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 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: 2023.06.01 09:29:54 -04'00'

Desmond Mitchell
Operations Director
Cannabis Regulatory Agency

Dated: 6/1/23

AGREED TO BY:

Mario Seman

Mario Seman
Authorized Representative
On behalf of Respondent
Klean Herbal Solutions, LLC dba Stash
Dated: 5/25/2023

Mario Seman

Mario Seman
Dated: 5/25/2023

/s/ Sarah E. Huyser

Sarah E. Huyser (P70500)
Assistant Attorney General
Attorney for Cannabis Regulatory Agency
Dated: 05/31/2023

Anthony Shallal

Anthony Shallal
Attorney for Respondent and
Mario Seman
Dated: 5/24/2023